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PREDICTIONS ON THE EFFECT THE CHANGES IN GOMULKA'S POLICIES.

WILL HAVE IN POLAND'S INTER*
NAL AFFAIRES

LEADERN

ASSIGNMENTS OF ZEE TOP PERSONALI-

TIES IN POLAND

RESPONSIBILITIES

AND DUTIES

PART I

PARTICULAR ASSIGNEMENTS OF THE TOP LEADERS IN POLAND

The subject who is responsible for what within the leadership is a complicated one . Significant features are hidden from public knowledge. This is due " double " authority: the party leato the system of truly leadership in Poland and the dership, with is the "official " administrative executives who are exposed nominal" and carry (on their responsibility. This system allows the party to direct and govern the country without public responsibility. course, people realize/that the ultimative power and responsibility rests on the party leaders but this is knowledge of general nature, It is not always known who of the party secretaries is per senally responsible for a particular area of activity.

For example It is completely unknown that the after faires of internal security security police and the assignments of the Ministry of Interior Affairs are push handled at present by the Secretary of the Central Committee, Jerzy Albrecht. This is purpoyely concealed from public knowledge. This is fact is known only to the members of the Central Committee.

The fact

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that Jerzy Albrecht is in charge of these affaires is of far reaching significance. 1 e. in a positive sense. (Albrecht himself does not favor at expansion of the power of the securoty police - he has personal reasons— and this is the reason that Gomulka entrusted him with the handling of these affairs in 1956/57)

Another significant feature with respect to aclevative distribution of authority / delegation of authority/ leaders among the personalities within the leadership is the fact that the extent of authority delegated changes frequently. This is an everlasting gamble of personal intrigues and judgement and shifts in the and appraisal of the executoves or party leaders, in Gomulka's personal opinion and in Cyrankiewecz 's At present, these two men decide the extent proported group of authority delegated to the leading men within the top leaders fof Poland.

These shifts and changes look sometimes surprisingly for example: Edward Ochab, a member of the Politbureau was in charge (from 1956 - 1959) of Agriculture and now from 1960 is in charge of Propaganda, bress and cultural matters. It might look strange judge and ruler flow can a man, be evaluated as the best judge of the course assigned.

such a specialized and difficult area of economics fuld Nuddenly Refer an Auticidy different as agriculture and later assigned to a complete other later such as cultural affaires, educational affaires, propaganda press, broadcast and spiritual later who should have is supposed to have again as the leading man with the best knowledge our months aust qualified allows. Of these matters.

This can be explained as follows:

The communists believe that there is only one universal philosophy i.e. Marxism and Leninism. All other areas of knowledge and science are useful but onf an inferior significance in comparison of to this basic science and faith as represented by Marxism. Therefore they believe that a man who knows Marxism is qualified to direct any particular area of activity. They believe that party background enables a man to fulfill all assignments in any field of specialty.

This is obviously not true, and this is a source of great mistakes. For example, Ochab, had no real back ground and agriculture and he really does not know sufficiently this great for which he was responsible before 1956 - 1959. / He knows the area of ptopaganda and culture and he did work in this field long years 1945 to 1956, and also before 1945./

This does not mean that the communists do not value appresiate specialists. They do, but only to a limited Level. For example, positions up to a Viceminister are sometimes. (rarely/considered from the viewpoint ef and criterion of specialization and background in the particular respective area of the considered candidate. But above this level, that is, Ministers, Vicepremiers, and of course party functionnaires (even if they are respon certain sible for defined economic at and specialists areas are selected from the viewpoint of party background i.e. po litical capability. 1965 appointerious

This leads to such nominations like

Julian Tokarski, Vicepremier, in charge of Machine Industry Rusio who really does a know nothing about this field or Kazimierz Withszewski, chiel of Army Intelligence who is of rathera man of fairly himited really inferior intelligence, etc.

There are (or course) some exceptions. for example, typical Minister of Health, is an excellent professor of pediatr#00 (not a maper of the party) weather Baren 1, the former Minister of Heavy Industry-Zemaitis party suche succe a member of the party from 1947 / but not high/rated in

the party hoerarchy was an excellent metallurgist as found for the second and a constant and an armount of the constant of the appour hours are give but in general ministerial positions are assigned mostly to people of party and political background rather than adjuin trakene of specialistic or margerial background.

Therefore a party leader never are that he does not know will a particular area of speciful activity. He knows every thing of he knows marxism This explains some ridiculous features of the behavior of party leaders in the communistic countries. alacies (and maybe in even convinces)
82020W emphasizes and probably believes
World fielet farming. KHRCSHCHEN, For exemple, Chruszczew himself that he is the best/expert in agriculture in the faitri Cora he possible Cota planting mais he forces mais cultures in world. Since he likes at the same Fine the USSR and even in the satellites. But not only to be a military plumer and Chruszczew claims That he is an outstanding militarry Lake, prede in his part crearestakenech as a Realing recent expert and 10 proud of his general's distinctions and
15 building up The alleman League Rough strategist despunds he builts an opinion that he was the teading strates during World War II in the operations in the Ukraina mad Kau-KHRUSKERT Chruseztew also believes that he is an expert Junia viset to in architecture and construction. In 1955 he visited Czein 1955 A number of buildings med for f de sais choslovakia, and some prefabricated structures (in rein-They struck his farray. forced concrete, found high appreciation in his eyes. In the course he introduced too bello porcioling for two giant bills both of them as So he issued two histolik beclirated sent of rim forces courseling touch houses Construction Council the bills passed to Country Country and a n d. by the Gabinet of Ministers, in which he regulated Coursel of Munichers. as a result bu the use of reinforced concrete (in details Constite of reinforced structures in the USSR in creased from to 22 million cubic meters 4 million cubic meters in 1955_ in 1959/60 replacing steel structures

In Poland, for example, Buerut personally approved all buildings in Warsaw and in the larger cities, not only, of the same Time & Capsended houself funds to be appropriated but also the architecture to accord artitutor of architected By the way this is the architecture that is now so sharply the alkitistical ships sent her favored by sieut, is never criticized by Chruszczew, asunpacessary monumentalism has laufel lunger frequently critiques to the laufel laufel The expelled Jakub Berman dictated during 1945 - 1955 the Polish writers in detail not only what they should were to they tent also they rem to write write but bow and what type of techniques in litterature are to be used. really believes that he is an expect an agresulture Gomulka believes truly that he kows everything lasureuce about agriculture and business . Chruszczew In his youth worked in a coal mine, and therefore he is convinced that he is the beet expert in mining. As secretary of Moscow he was twice in the Moscow matro

of the tomether this he believe make he w subway & during construction. believes that he is the best expert in tunneling and subway construction.

For example: Roman Zambrowski in Poland member of the he has relained his membership his membership his membership his membership during all changes of regime is known as expert in matters of party, organization. In 1955 in connection with he has a fine of his activities when he was in charge of security policy he had to be shifted to another field of activity. He was assigned economical matters in particular planning of industry. He started an action of the so-called planning from the "bottom". The workers themselves, he announced will make the plans for their factory.

Committees were elected on each factory at least 10 - 12 committees and several subcommuttees, courses were appened for the workers organized to teach the workers planning and accounting, tons of papers were produced with planning figures with Aropped Coundende autput dously. It was a real mess. Iter this the pains were they were completely unrealistic and they went and key formed to be quite australian and reviewed; were the carded. all to the trash basket. These examples show that the Politbureau has Can and wie thips no troubles or scrupels in shifting a party leader from one tooks to a complete other contrasting totald of activity. This also was the reason from the phenomenon Miry - 70 - Round in bland in one of man pormer regists. of the " Merry - Go - Round" or the carrousell that has bean explained in once of my former reports. A "Tired" Minister suddenly appeared on a high position in an completely different area of job. for arsymma. As criterion Trequently is considered the scharacter of the person. Whether or not he is sufficiently ruthless fund to enjoy unpopular message (he or counder to impose some unpopular steps or is√ weak and to tiou Howard. Others #thoughtfull. Candidit for a party caryone Also considered is whether a man will be obefallows party or the kee he has a will of his own scheroter and might sometimes disagree For Braceiste onth certain moves. For example Adam Rapacki was shifted

from Minister of High Education to Minister of Foreign Affair's arkout proof training a thatfield although he has no experience in diplomatics only bevas considered to be cause he is an ebedient instrument in Cyrankiewicz's hands. reguling liciployment of condidets are, Of course all these considerations, of course are subors 1 Tal subsect Ked to the CPSW and The the primary coritorion i. e. to the opinion and appraisal of the Russian eadership, with respect to individual candidates. Reptoecret and so are assignements of Vicepremiers are hidden, also the role and assignments of the deputies of the Chair-These assignment to man of the Planning Commission. However this public Ruser lidge reviewer. Varion persons attend out after a short period since several people is invited to conferences in the Office of Ministers and in the State Carpereires and Planning Commission offter a while they see clearly who Weld is in charge of a particular are tof activity.

Not so the 6 Party Secretaries. It is not easy to say what is the assignment of each of them.

On the basis of some of seattered remarks

made by Cyrankiewicz during his expess November 25 1959

in which he formally announced the nomination of the

new Vicepremiers Tokarski and Szyr to the Polish Parlament

and on the basis of the past activities of the appointeds

and my knowledge of their debreaters capabilities and back
ground a fairly exact picture of the distribution of au
thority within the Polish leadeship can be made.

cyrankiewicz listed in his expose the following
major areas of administrative activities (in order to
justify the need for new Vicepremiers and the restitution
of of the power of the State Planning Commission) and emthere is a significant these major problems are not
there are 14 major problems that require coordination
among Ministries. He explained that this coordination require
the State Planning Commission to be empowered as decision-making agency, the nomination of new Vicepremiers and
centralization of authority.

These activities are:

- 1. Heavy Industry and Production of means of production

 / of machinery for manufacturing of gazdaxandxana followide

 equivalent
 manufacturing means/
- 2. Cooperation within the Eastern Bloc
- 3. Productivity, operational standards, wages.
- 4. Engineering Scientific Progress
- 5. Capital Expenditures and Construction including the Building M aterials I ndustry
- 6. Territorial Administration, Voidvodship, Township and Cities-Councils / People's Councils/
- 7 Agriculture and Forests
- 8. Production and Supply of Consumer goods
- 9. Transportation and Communication
- 10 Communal Economy

- 12 . Water Problems
- 13. Organization of Business Mangement
- 14. Other matters requiring coordination; he did not specify.

of course he listed only "adminstgrative" and mostly c economical matters, he omitted problems reserved exclusively.

for the farty control such as security policy, interior matter propaganda party recruiting, culture and education etc.

foreign affairs militairy affairs, etc.

in Part II of this report

These areas of activity will be discussed below from the point of view who is in charge of them in the party / Central Committee, a mong the Vicepremiers and sporadically the Minister Ministers, (only the Minister of Influencial)

PREDICTIONS ON THE FFFECT THE CHANGES

IN GOMULKA'S POLICIES WILL HAVE IN POLAND'S

INTERNAL AFFAIRES

ASSIGNMENTS OF KEY PROBLEMS TO TOP PERSONALITIES

PART II

ASSIGNEMENTS OF TOP PERSONALITIES

PART II

Introduction

In part I the general approach to assigning particular tasks and duties to the top personalities were discussed.

In this Part II the top personalities will be listed who are responsible for policies within the k e y problems enumerated by Cyrankiewicz in his address to the Polish Sejm November 25 1959. Cyrankiewicz listed 13 key problems. In this report enphasis will be given to the party functionnaires and members of the Central Committee who make the policies or have influence on policies in a particular field. The adminstrative persons Ministers Viceministers are executives who not always influence of the policies outlined by the par ty . However some of the ministers of viceministers play a significant role due to their high position in the pa ty hierarchy. For example a Minister who is als member of the Central Committee is an inportant p + rson. The membership in the Central Committee weigh m o r e than his administrative position. Such Minsters will be listed in this report.

Cyrankiewicz listed > key problems but he omityed several problems many of them of greater importance than those listed.

First of all he omitted areas of actimities that are directed by him personally. Peconfi he did not mention such important problems like Security Police, Relations with the Church, National Minorities etc.

These problems will be discussed in Part III, i. the persons responsible for these respective fields of and affires.

In part III a summary will be included containing a list of k e y problems and top personalities responsible for these problems and exerting influence on polacies and basic directives.

-3-

1 Heavy Industry

Following men direct the heavy industry in Poland at present:

- a. Politbureau: Edward Gierek Secretary of the Central Committee and simultaneously secretary of the Voidvodship Vommittee latter is of Silesia. This rather is his real funtion: The title:

 Secretary of the Cent al Committee is rather nominal, he does not work as secretary of the Central Committee, but this gives him special authority. He also is member of the Politbureau
- b. Vicepremier. Juljan Tokarski Machine Industry. Profit including Jaroszewicz Chemistry and Mining and Energetics / Electricity. Petroleum / However mining is under personal industry. care of Gomulka, who devotes much of his time to the mining of Central Committee. Jozef Olszewski head of the Industry. Economic Department of Central Committee.
- d. State Planning Commission:

 Eng Adam Wang. deputy Chairman of the State Planning Commission

 Eng. Kiejstut Zemaitis limited to metallurgic / foundries/

 e. Min ter of Heavy Industry Franciszek Waniolka. He is a

 "political Minister and exerts some influence on the basic policies.

- 2. Cooperation with the Eastern Bloc.
- a. Politbureau Stefan Jedrychowski but mostly coordination of planning. In fact, each yearly and five-year plan is presented to the Russian Gosplan and Council of Mutual Assistance before the Polish Cabinet approves the plans.
- b. RXXXX Vicepremier Piotr Jaroszewicz. He will more and more concentrate on problems of cooperation within the Eastern bloc and will be relieved from other matters by Szyr and by Tokarski
- c. Central Committee. Jozef Olszewski mentioned before
- d. Chairman of the Committee for Cooperation with Foreign Countries Roman Fidelski
- e. State Plannie Commission Tadeusz Gede, First Deputy

 **Tamer Chairman , former ambassador in Moscow.
- f. In Moscow: Viceminister Slusarczyk delegate to the Mutual Secretariat of the Mutual Council of Cooperation & Assistance, his deputy and to a major extent Boleslaw Jaszczuk the new Polish amhassador. The Polish ambassador usually has not to much to say in political matters / these matters are handled on higher level, hapacki, Gomulka/ therefore he concentrates widely on trade and economical matters.

- 3 Productivity, Wages and Operational Standards / Norms
- a. Politbureau Ignacy Loga REEMBER Sowinski
 Gomulka, s personal friend, Chairman of the Central
 Council of Labor Unions.
- b. Vicepremier Julian Tokarski, norms and wages of workers

 Eugeniusz Zigr Szyr Salaries of white collar workers.

 and premial systems / bonuses./
- c. Central Committee Franciszek Blinowski deputy head of the Economic Department of the Central Committee.
- d. State Commission for Wages: Alojzy Firganek chairman
- e. Central Committee Council of Labor Unions, Secretary od Economics / besides the head Loga-Sowinski mentioned before/ Edward Kulesza. This latter is the brain and idea man of the Concil in matters of wages and productivity. He was elected recently to member of the Central Committee. he is of the new generation and propagaly will achieve with the time the highest positions in Poland. He is also member of the Polish Parlament.
- f. State Planning Commission. Since the problem of wages and norms is now evaluated as the most important problem, the Chairman of the State Planning Commission Stefan Jedry chowski takes care personally of this area.

The problem of wages and norms id at present economic and political most difficult internal question in Poland. the It is connected with the price policy and the entire econo mical situation of the country. This is the reason that the highest level executives have been assigned to govern these matters. Jedrychowski, Loga-Sowinski and Gomulka personally / three mebers of the Politbureau/ are in charge of this question. It includes not only following abjectives: the goal of Restitution wages and salaries but also discipline and of order in economical life; knows fight with trespasses, " long pencil", and finally, lowering of falsifications, endorsement tof the new purchasing power and austerity, programm

There is also attempted a revision of the operational standards. Even in the Soviet Union occurred several strikes and riots due to the action of new norms.

The political importance of this problem of revisions of norms might be illustrated by atwo quotations:

The New York Times Sunday April, 24 1960, "Soviet Labor Unrest Seen; Strike Reported in Siberia" pages 1 and 35.

"According to Kommunist, the "baseless high earnings" of some workers in the past were due to low production quotas. These, the magazine said, the workers could easily exceed, thus getting large bonuses. Moreover, it said, workers have been classified in pay grades higher than those to which their skills and performance entitled them!

Conference of the representatives of the Worker's Councils During the meeting of the selfmingement. Workers Selfgovernment/

In the day to day practice, of business numerous samples recan be found that present trespassings of the obligatory job codes of qualification, samples of loosening the operation standards / norms/ application of easy set-up norms * long time after the trial period is over, uncorrect application of manhour rate and the socalled overpayment i.e. payment for work not performed at all.....

For example in the Adlants of the Administration of the and failroad cars

Wagon anufacturing industry the percentage of workers that above 200% and mere performance of job standarsds/ norms/

... increased from 45.1% in 1957, to 59.2% in 1958 and 74.5% in 1959. In the Warsaw plant of transportation equipment 79% of the workers are shown as performing 250% and mere above 250% of norms. In numerous cases these workers have very low qualifications. Many 18 - year old workers with hardly finished apprecenteship are listed among these receiving the highest earnings.

^{*} special faciliated norms to be applied dwax temporarily during three months of the first trial production of a new factory or shop.

These two quotations are striking in their similarity of difficulty within the entire East Bloc in lowering power the standard of earnings and purchasing peerand they show that low productivity is a general problem in the communistic countries.

It shows also how difficult it is to revise the operational standards and that unrest in Poland might be expected when the action of revision of norms will be continued and sharpened.

In my opinion this problex objective in Poland can not be makered obtained by Gomulka unless he will restitute the security police and terror. Similarly Gomulka's new policy of agricultural curcles as an interipoto farm collectiviztion also will be a source of unrest and will require terror.

Gomulka hopes to achieve his goals without this ultimative terror but this is tax an illusion. But it might be that he will content hinself with some min or changes in norms to avoid unrest and dissatisfaction of the workers and to avoid reaching for means of terror.

- 4. Engineering Scientific Progress
- Politbureau; Jedrychowski. He addressed the а IV Plenum of the Central Committee in January 1960. that was This Plenum was devoted entirely called in as the Plenum to discauss excluselively engineering progress. This problem is now brought in the focus in connection with prx the attempts to improve pro-The aim is to mobilize the engineers and ductivity. the intelligence for the same goal that is sharpening od of . norms productivity and operational standar #ds.
- b. Vicepremier Eugeniusz Szyr .
- الينه: Central Committe Jerzy Niedzwiecki deputy head of the Economic) There is a special State Council of Engineering Pro central Corns founded in 1957 with Chairman Prof Malecki.

However this is not apolitical personality. More influence on these matters have:

Witold Nowacki General Secretary of the Polish Academy of Science.

Wilkelm Billig Chairman od the Polish A c emic Commission Afomic Committeee Education

Jerzy Golanski Minister of higher Educatauon

e. State Plannig Commission Adam Wang and Kiejstut Zemaitis

5. Capital Expenditures and Construction

Politbureau Jedrychowski Construction and Communal Economy is Jedrychowski's predilection.

Secretary of the Party Jerzy Albrecht

Vicepremier Eugeniusz Sztr

Party Apparatus Jerzy Bogusz deputy head of Economic departhment and secreatry of a special commission within the Central Committee for Committee

Jerzy Skrzekot instructor in architecture

State Planning Commission Prof Kazimierz Secomski
/ not aparty member /

Minister Stefan Pietrusiewicz

Viceminister in charge of builsing materials

Jerzy Grzymek

Viceminister in charge of housing in the ministry of Communal Economy Juljusz Gorynski

Stanislaw Tolwinski Viceminiater of the Office of Ministers in charge of cooperatives of housing and individual houses and rent policies.

Viceminister of Finance Zygmunt Trendona. He is specially assigned the financial control of capital expenditures and he exerts a great influence although rather in a concealed way. Not known to the public.

6. Territorial Administration and Local People's Councils.

The Local Authorities are elected. They are directly subordinated to the National Council/ National Assembly/ and to the Parlament. During the intervalls between the Sessions of the Sejm / Parlament/ the authority of the Sejm is delegated to the National Council / Rada Państwa /

According to the Polish Constitution the eligible authoraties are not subordinated to the Cabinet of Ministers, to the Executive Authority. But this self - mana gement of the elected People's Councils is only a fictitious right. The Premier exerts the governing rights of course under the outlines and policies of the Party. matters of the elected authorities However the handling of is always a " delicate " matter nad this is called in Pol Foland of the problem of the " dual authority". has a special Department of The office of Ministers People's Councils reporting to the Premier. Besides there the National Council with its own large secretariat The conflicts that are unavoidable in this dual authority are settled by the Party.

The deciding men in this area are:

- a. Polit bureau. Alexander Zawadzki Chairman of the National Assembly / a function corresponding nominally to the position of a President of the Nation./

 In reality the power of this " President " is lomited/
- b. Vicepremier Zenon Nowak who has a narrow field of activities in comparison to the other Vicepremiers and therefore concentrates on problems of the Local People's Councils.
- the title of a Viceminister.

 A. Wieczorek / He has
- d. Stanislaw Skrzeszewski General Secretary of the National Council / former Minister of Foreign Affaires of Poland/

7. Agriculture and Forest

- a. Politbureau former Ochab now Gomulka personally.
- b. Vicepremier. Stefan Ignar from the Peasant's party
 he governs these matters more formally and less does not
 effectively have too much influence
- a professor . However he has not too much influence although he occupies the position of the planner of agricultural developments in Poland.
- of the Central Committee, Edmund Pszczolkowski a very influencial man. He was former Minister of Agriculture, later in 1955-1956, head of the Security Committee.

 Pe will probably play an incheasing role in the fore in ijforeinf the agricultural circles and exercising means of pressure on the farmers.
- e. Jagielski /fnu/ Minister of Agriculture former a fun functionnaire of the Central Committee an ardent adherent of collectivization.
- f. Jerzy Tepicht, member of the Central Committee, director of the Institut for Agriculture, who elaborates the theoretical foundations for the collectivization and the tactics to be applied.
- g. Marian aworski former chairman of the Council of Collective Farmers now Secreatry of the Warsaw Voidship Party Committee. He is assigned to force the

the collectivization in the Warraw Voivodship and to give an example of "successful" performing the new program started by Gomulka.

Forests . Minister Dab-Kocial from the Peasants party an instrument in the hands of the Communistic Party without decisive personal influence.

8 Production and Supply of Consumer Goods

- a. Politbureau. It is caharacteristic that such an important problem has no special representant within the Politbureau. This also is a sign that the needs of the people are treated as a " second hand first hand and not as First problem by the party.
- b. Vicepremier <u>Eugeniusz Szyr</u> (but among other assignements)
- c. State Planning Commission, first deputy, Tadeusz Gedec. Minister Mieczyslaw Lesz Minister of Internal Trade

 Minster of Food processing Pisula

Viceminster in charge of pages state purchase of food from the farmers including contactation

Dr. Lindberg

dxxxdiatexxxanningxCommissionxxx

Minister of Light Industry Stawinski, meber of the Central Committee very influencial.

Leon Kasman, member of the Central Committee former entirely
Viceminister now shifted exclusively to party
work as head of the Department for Light Industry
and Consumer Goods in the apparatus of the Central
Committee.

Stanislaw

in the Central Committee.

Micozyslaw Marzec, elected as member of the Central Committee during the January-Plenum in 1960, a young man who is making a very fast carreer and probably will achieve the highest positions in Poland.

He is Viceminister of Light Industry.

The was former deputy head of the Department of Economics

Kutin Viceminister of Internal Trade very influencial, in charge of imports of consumer goods.

Karol Struminski Head of the State Price Commission.

It might be noted that the problem of consumer goods is not treated with such an emphasis as it should be no one of the Secretaries of the Party is appointed entirely to this problem.

The "idea man in matters of consumer goods and supply and trade is Horowic General director in the Ministry of Foreign Trade who prepared a new concept of internal trade in Poland. However only apart of this program was approved. Horowic was former attache in London and he suggested an reorganization, based on Western techniques. A certain improvement in industrial supply of Consumer goods is due to his ideas.

He is influencial as the "brain" of the respective ministries and the State Planning Commission.

- 9. Transportation and Communication
- a. Politbureau No special assignement, mostly Jedrychowski takes care of these matters
- Ryszaed Strzelecki former Minister of Transportation, appointed nomintaed as secretary of the Party in January 1960 during the IV Plenum.

He is a former natolinist and the appointment to this responsible job proves that the positions of te pro-Russians becomes every day stronger.

- viceminster for Roads and Highways Olesinski
- Party an instrument in the hands of the Communistic Party.
- e. Ocean and Sea Transportation Viceminister of Navigation <u>Jeizy Tomorowicz</u>

10. Communal Economy

Secretary of the Bentral Committee Jerzy Albrecht

He was former President of the City of

Warsaw and is Amiliar with Communal Economy

Vicepremier Zenon Nowak

Apparatus of the Central Committee Finder, the deputy

head of the Economic Department of the Central Committee

She is the widow of the first Secretary of the Polish

Worker's Party who was killed in 1954x 1944.

Ministers: Vice minister of the Office of Ministers

Stanislaw To winski,

Minister of Communal Economy Stanislaw Sroka

Great infl uence upon these matters has still Felix

Baranowski former Minister of Communal Economy now

Secretary o the Committee of the Party of Bydgoszcz

member of the Central Committee.

11. Water problems

This is not such an important matter. Cyrankiewicz listed this item ratherfor propaganda purposes . In 1953 - 1959 there were several dissters in water supply and flood disafters . ered by the neglects of the governement committed by state and local authorities. beople was embittered by the Bue to neglecting by the factories and several faults the purification of processing waters there was poisoned drink wat fer in Cracow / phenol from Oswiecim factory/ are supplied with water only in Silesia a couple of hours during theday. There is no sufficient water supply to wash themselves after work. In Otwock, near Warsaw a mecreation and medical center for tuberculosis the water is poisoned with tuberculosis bacterlas because of lack of proper installations. Every year are because the program of flood protection is delayed from In 1957 a new factory of desintegrated year to year. fiber was mened in the town Nida . The processing waters were discharged without purification and the beautiful lakes in the county Mazury / where this factory is located lost an immense amount of fish.

All these facts were heavily criticized by the population. Cyrankiewicz wanted by his abnouncement calm down the bitterness of the people.

There is plent/y of nice discussion and programs
in this matter but the government does not spend money,
except for melioration and irrigation. The handling
of the water problems is rather academic . The influencial
men are:

Balcerski

Professor Balcesski / Polytechnic of Gdansk , / member of the party , member of the Polish Parlament.

Viceminister Janusz Grochtlski / Ministry of Water Navigation and Water Economy
Ways and Water Problems, whose father is the oldest loving member of the prewar Polish Communistic leadership. His son is on high positions and influencial although he is not to "bright"

Ministry of Navigation

Viceminster Jerzy Tomorowicz / Foreign Trade / in
He primarily governs the problems of
marine, commercial ships but also internal waterways

Although Cyrankewicz listed this problem as one of the A 3 m basec problems, there is no one Vicepremier or Secretary of the Party assigned to care on the water developments.

12. Organization of Business

This rather very indefinite terms subject is one of the most important and difficult problems in Poland.

It includes the subject of rentability of enterprises, the price policy of industrial goods, the problem of the Worker's Cuncils, the extent of authority granted to the managers, etc. It includes also political problems connected with form of ownership, the extent to whoch private trade or manufacturing will be allowed, the problems of cooperation between the three economic sectors / state, coperative and private owership/

- a. Politbureau: Gomulka personally; he stopped several sound reforms initiated or suggested by the National Economic Council v vice-chairman Bobrowski a west orientated economist/
- b. Secretarry of the Bentral Committee . Scattered assignements Zambrowski, Kliszko, Albrecht.
- c. Vicepremer Eugeniusz Szyr
- d. State plamning Commission Tadeusz Gede
- e. Apparatus of the Central Committee <u>Jerzy Niedzwiecki</u> deputy head of the Economic Reprint department.
- f. Oskar Lange meber of the Central Committee professor chairmank of the National Economic Council
- g. Viceminister of Finance Kole
- h. Several theoretical economists: Professor Pohorylle,

 Zawadzki
 Brus, Zwadzki etc.

23.

Zofia Tryblinska deputy chairman of he Council of Cooperatives in Poland, member of the Central Committee, wife of Viceminister of Finance Kole.

She was previously the head of the Department of Cadres in the Central Committee and worked closely to the Security Police. Although she was in 1956 transferred to the present lower position she is still very influencial. She is a Russian Agent.

Cyrankiewicz listed only those 12 problems .

But it is obvious that his list does not cover several other key problems many of them of greater importance than those listed.

These other problems will be discussed in part III of this report.

PREDICTIONS ON THE EFFECT THE CHANGES
IN GOMULKA'S POLICIES FILL HAVE ON
POLITIO'S INTEFNAL AFTAIRES

Responsibilities and Duties of Personalities
ASSIGN ENTS OF KEY PROBLEMS TO THE TOP PERSONALITIES

PART III

ASSIGN ENT OF KEY PROBLEMS TO TOP PERSONALITIES PART III

In his expose November, 25, 1959 to the Polish Parlament Cyrankiewicz listed 12 key problems. Not all of them are of equal importance. On the other hand important problems were omitted.

It is charcteristic that first of mall Cyrankiewicz did not mention those key problems that are directed by him personally. Cyrankiewicz reserves for himself the management of such matters as:

Foreign Affaires

Demographic problems especially connected with growth of opulation, transfer of people to the Western Territories / for political reasons, to prove the Polish character of these territories /

Relation to Church

Minrities XXX and X problems x of State of State

Cyrankiewicz for example directs the action of reduction of employees in the State Administration, but he avoids any indications that this isxhisx action is directed by himself.

In this part of report the comitted key problems and assignments will be discussed starting from those directed by Cyrankiewicz other personally. Since in Part II twelf key problems already have been listed, part III begins with number 13.

13. FOREIGN AFFAIRES

POLIT BUREAU; PREMIER Jozef Cyrankiewicz.

Minister of Foreign Affaires: Adam Rapacki

The Foreign Policy - of course- is decided not in Poland but in Moscow.

The "freedom" of handling these matters by the Polish leadership is very limited.

The man that watches all moves of the Foreign Policy of Poland is the ambassador Abrassimow and his spokesman within the Ministry of Foreign Affaires is General <u>Marian Naszkowski</u>, Vinceminister / former Polish ambassador in Moscow Marian Naszkowski is member of the Central Committee and is high rated in the party hierarchy. He had some personal troubles because he divorced his wife and married a young, pretty woman. This was sharply criticized in the Party Circles. But he is still tary influencial because of the support by the Russians. Adam Rapacki is not trusted as much by the Russians.

Within the apparatus of the Central Committee some influence has the head of the Foreign Department of the Central Committee Jozef an alternate member of the Central Committee Czesak /fm. He is a new man, not too experienced but with increasing former head of this department Ostap - Dluski is now influence. Chairman of the Institute for Foreign Affaires and still has great Fersonal Matters of the Foreign Ministry are directed influence. by General Director Maria Wierna. It is believed that she is a Russian Agent. The former significant influence of Wierblowski now representant of Poland in the UNESCO is vanishing. The brains of the Rapacki Plan were manfred Lachs, professor and Professor Julian Hochfeld This latter was recently fired by Gomulka. Of the other Viceministers some influence / not too > he was in 1957 and is probably still much/ has Winiewicz and Michalowski / he is now delegate to the United Vitions Approved For Release 2009/05/22 : CIA-RDP80T00246A010400340002-7

14. DEMOGRAPHIC AND SOCIAL STRUCTURE OF THE NATION.
EMPLOYMENT AND HUMAN REPARTIONS

Poland's population grows at a rate of 500 000 per tear but the opportunities of for jobs increase slowly.

While all the others, including Gomulka, are thinking only onf increase of productivity / without & much success/
Cyrankiewicz worries what to do with the surplus if the eff people if really the productivity improves. He knows very well that in the State Administration there is a tremendous bureaucracy & that at least 50 % could be reduced Administration.

Without any harm to running the business of State Administration.

Put he makes this reduction fraducily to avoid

But he mak es this reduction gradually to avoid family dissatisfaction and #tragedies. disasters.

In Poland 11s not easy to find a white-collar work for a woman. On the other hand the salary of the husband does not suffice to make a leving for the family. Instead a sharp reduction Cyrankiewicz agitates for stabilization of jobs and he started an action against the fluctuation of jobs, people in Poland especially the physical workers change frequently the place of job. It shall be not exist noted that the latent and factual unemployment is easy in the area of white collar workers and clerks among the blue collar workers.

In this area is rather a shortage and physical

In this are a is rather a shortage and physical workers are wanted. Several projects are delayed because of shortage of physical workers.

This might be illustrated by an quotation from Jedrychowski's address.

In his address to the Meeting og the Workers'Selfm nigement (self government)

December 11,1959 / see Trybuna Ludu Dec 12,1959, p.3/

Dr. Stefan Jedrychowski, chairman of the State Planning

Commission and Member of the Polit bureau of the party, unveiled and the tremendous turnover and fluctuation within the employment of the Polish Industry. He stated:

The government is going to restrict this excessive fluctuation in labor force. This was the reason for tighten, and sharpen, the requirements for obtaining the "family supplement" * subsidies

^{* 100} to 120 zlotys per child per month.

relation an industrial relation

Cyrankiewicz has a broader view on the human problems

of the people than the others, including Gomulka.

He directs the matters of "building up "the morale of the people of course in such a manner as outlined by the communists.

Actions derected personally by Cyrankiewicz were:

Fight with Analphabetism i. e. Illiteracy

"Trans-Qualification, " of white collar workers in blue collar workers. This action remained without results

Fight against speculation and swindle

The anti-alcoholism bill

The Bill of Legal Abortion

The significant increase in Bensions for retired people also was sponsored by Grankiewicz: But several other and Since several of these actions were criticized Cyrankiewicz many of the keeps in concealment that he is the promotor or author of the majority of these actions.

Cyrankiewicz's aids in these matters are:

Lucjan Motyka, Secretary of the Cracow Party Committee

Stanislaw Matwin Secretar of the Wroclaw Party Committee and Secretary of the Central Committee

Leon Chappa

Aukx Kochanowicz, Vice minister of Labor and Social Welfare

Eugeniusz Stawinski Minster of the Light Industry and member of the Central Committee

15. JUSTICE

The area of activity chosen by Cyrankiewacz involves legal problems. Cyrankiewicz has some education in this field / not predilection for completed studies / and a deep inclination toward these problems. He directs the administration of justice in Poland.

His aids are:

Marian Rybicki minister of justice

Mazur/ fnu/ Deputy Chief Attorney

Professor Jodlowski Vice Chairman of the Polish Sejm.

the Speaker of the Parlament is called in Poland Marshall of Sejm Jodlowski is one of the Deputy-Marshalls

Professor Rozmaryn, Ceneral Director in the Office of Ministers his personal aide in matters of constitutional rights etc.

Cyrankiewicz sponsored the "Bill of the Attorneys" that forces all lawyers to join cooperative offices, and cancels the private practice of attorneys

16. RELATIONS WITH THE CHUPCH

This is Cyrankiewicz's major field of activities.

and Priess;

Both the persecution of the Bishops in Poland in 1951 - 1955

and later the truce with the Church were advised by Cyrankiewicz.

He changes his policies according to his aimsx actual aims

His aid is Minister of ${}^{\mathrm{T}}$ he Office ${}^{\mathrm{O}}$ f Confessions Sztachelski

During 1956 - 1959 Cyrankiewicz listened to the advice of inister of Education Bienkowski a former friend of Gomulka. Bienkowski supported a truce and peaceful policy in relations with the church. Bienkowski was released by Gomulka in 1959. This is a sign that the relation with the church may become again strenious.

Cyrankiewicz sponsored in 1957 the creation of the Association of Atheists and gave allot of money to this institution

He directs also the action of the catholic group PAX,

leaded by Piasecki.

Cyrankiewicz outlined the activity of the socalled

"Patriotic Priests " a group of priests sponsoring a Natioanal Polish Church

Cyrankiewicz is head of the Organization of the

Former Political Prosoners / he was 4 years in the concentration he camp in Oswiecim / Auschwitz/and uses his influence in this powerful organization for his aims.

17 NATIONAL MINORITIES

This problem is directed by Cyrankiewicz.

Several great errors have been made.

For example. The expulsion of all Germans even specialists ,

so that After a couple of years some of the had to be from Germany
hired back / for high salaries / to start production

| qlass |
| for example in the Galss and cristall factories

The transferring of all Ukranians from the Eastern territories of the present Poland, **EXEMPT* to the Western territories. Now these Ukrainians are allowed to return on the Voidvodships:Rzeszow and Lublin where after the removal of the Ukrainian farmers the entire fatm culture determinanted.

Toxkhixxax

There were also great faults with respect to the former

"Volks deutsch " and Reichs deutsch citizens. In the fervor of expulsion

of all German speaking minorities throusands of citizens of Polish

origine / descent/ on whom the German citizen ship was imposed during the

war, were expelled.

Other problems within this area are:

Repatriation from the USSR

Repatriation from the Western Countries and relation to the Polish emigration.

The problem of emigration of Jews

The Greeks. After 1947-10 000 Communists from Greece were brought to Poland.

The Korean children , now grown up , approximately 2000

C_vrankiewicz aids are:

Zygfryd Sznek Viceminister of Internal Affaires Chief of Repatriation. It is believed that Sznek is a Russian Agent

Delegate for Repatriation of Poles from the USSR <u>Mieczyslaw Popiel</u>
He works more a g a i n s t these candidates
for repatriation than in b e h a l f of them

He is an ardent Natolinist and also is probably a Russian agent Cyrankiewicz cooperates in these matters with two other members of the Politbureau Alexander Zawcdzki and Karaman Zambrowski. However the leading man is Cyrankiewicz in problems of National Minorities

Pesume of Cyrankiewicz's assignments

Cyrankiewicz directs personally the

However he does not publication and let it known to the people.

This allows him to avoid responsibility, if something goes wrong the is very shrewd and smart. He has no character. He can make any policy and change his policies as often as needed to pursue his own aims. He is always prepared for any possibility. He has an agreement with Rapacki that in case of any flefeat or danger for Cyrankiewicz, Rapacki will appoint him ambassador in Paris so that Cyrankiewicz can leave the

a great amount of affaires

on the other hand Cyrankiewicz restrains himself from direct action in economic matters. This gives him the odvantage of being "innocent" with respect to the economic failures in Poland

18 HEALTH AND WELFARE

Politbureau Jozef Cyrankiewicz In second place Loga - Sowiniski Apparatus of the Party.

Secretary of the Gdansk-Voidship-Party-Committee Alexander up to 1959

Machno who is a physician of profession and still now is assigned party work in the apparatus of the central Committee. He has much influence in this area of health, and social welfare.

Walenty Titkow, head of the Organization Department of the Central Committee a physician of profession, very influencial

Ministry and Administration

Alexander Pacho

Pr. Stanisław Bacho, Viceminister . He in fact directs

professor Romueld

the ministry . The Minister Baranski is more nominal

ruler

Stanisław Zawadzki, minister of Labor and Social Wel

fare.

19 PROPAGANDA AND AGITATION

Polit - Bureau Edward Ochab who also is secretary of the Central Committee. He became secretary of the Central Committee in 1959 after Jerzy Morawski was released from his post as member of the Politbureau and secretary of the Central Committee in charge of propaganda and agitation. Morawski followed a more liberal line, Ochab represents a rigid line off censorship.

Apparatus of the Central Committee.

- a. Press: Artur Starewicz . His deputy is Chaber.

 Starewicz is head of the Press Department of the Central Committee he is a member of the Central Committee.

 Starewicz directs the censorshup in Poland.
- b. Agitation; Andrzej Werblan head of the department of Propaganda and Agitation, member of the Central Committee.

 His deputies: Danilowicz and Mrs Feder.
- c. Litterature Zolkiewski member of the Central Committee.

 Kruczkowski member of the Central Committee

 Business Adam Schaff Professor and director of the Institute of Political-Economical

 d. Show and Stage Cieslikowska

 7.0fia
- e. Education Mrs Zemanek deputy head of the department of education in the Central Committee.

Other influencial men within administration and press:
Minister of Culture Galinski, Vicenius ACE Rusing &
Viceminister of Education Zofia Dembinska member of the

Viceminister of Education Zofia Dembinska member of the Central Committee Minister of High Education Golanski (Henryk)

Preses of the Polish Committee for Broadcasting Adam Sokorski, member of CC Preses of the Polish Press Agency Stas ewski, member of the Central Committee Ehief redactor of the Party Monthly magazine 'Nowe Drogi' Roman Verfel prember of the Central Committee

Deputy chief redactor of the Rest Party weekly press paper Romana Granas, member of the Central Committee.

Preses of the Office of Publication Show Business and Press Zawadko and his deputy Triedman

20 PARTY ORGANIZATION

communists

To the ruling men in Poland the problem of strenghthan ng the authority of the party is a "first" class problem.

Gomulka personally directs these matters, however he

use s the experience of Roman Zambrowski who is the "oldest"

/ not by years but servece in the Politbureau/ member of the

Politbureau*.

Zambrowski is the expert in organizing "actions" meetings, conferences, for example whether scheduling of sequence of meetings whather to start from the bottom organizations or from the top organizations in carrying out a particular action.

Zambrowski is both member of the Politbureau and Secretary of the Party

As secretary of the Central Committee he is incharge of "Organibroad

zational matters "This is a vage definition and he interfers
figured (
in all affaires, since any problem can be judged as organizational problem.

Zambrowski has two aids: (1) Finkelsztain /fnu/ a member of the Central Committee who is the expert in " relations to international communism". This means that any action, to be started, is evaluated from the point of view if and to what degree extent it will affect the opinion of other parties and first pf all what will be the opinion of the Russian Party.

Finkelsztain also is this man who checkes any action from the criterion of conformity with the party theory. He is the theoretic of the problems of party organization

He is not known to the public, He stays in the shadow. But he is very influential. For example: There is an institution called the "Seminars" These are closed meetings of the members of the Central Committee and Ministers em which basic policies are discussed and theoretical problems brought up.

When Chruszczew announced that Communism can achieve This world domination even "without bloody revolution", which is in striking contrast to Lenin and Stalin who emphasized that in severy country the power can be there will be a bloody revolution because the ruling class of the capitalists will not surrender without fight, - A special seminarium was called to explain this new position to the top man in Poland.

The chairman of this seminariban was Finkelsztain.

The invitation to this meeting was sent to Minister of Construction	25 X 1
Babinski, who at this time was in he town Nowa Huta. This let-	
ter / top secret / was submitted to the Secretary of the	
party Cell of the ministry	25 X 1
Minister Babinski was uncontenst him by excuse himself saying that he is indispensable on the constr	
to call Secretary Zambrowski	
and to ask if Zambrowski will excuse him.	25X1
Zambrowski answered: Tell Minister Babinski that he must	
be present personally and also tell him to prepare himself	
thouroughly ."	
* These seminaria are called also "theoretical conferences"	

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When Babinski arrived in Warsaw he told "Again a waste of three day in such a strenious period.

25X1

Another such seminarium was at the time when the new a agricultutal program in January 1957 was annonced. The panelist was at this time Edward Ochab abd the summary was made by Gomulka.

These seminaries are "courses of indectrination" for the Ministers and Members of the Central Comittee.

The second aid of Zambrowski in these party organization matters is Walenty Titkow member of the Central Commerce mittee and head of the "Organizational Department" of the Central Committee. Titkow is in charge of technical matters terms of party organization. Because of this function he also has great influence.

The role of this organizational department under Bierut was even greater than now. Gomulka introduced a change by separating the subject of selecting the Voivodship candidates for Secretaries of the Vaidved ship Party from Zambrowski's organizational duties Committees. Zambrowski could decide only to the level of the second secretary of the Voivodship Committee.

The positions of the First Secretaries were decided or in by Gomulka himself after consultation with Kliszko.

2 PERSONAL MATTERS

In personal matters Gomulka could not thrust anybody except his friend Zenon Kliszko. Kliszko was appointed 1956 3 major Secretary of the Central Committee. He has the assignements:

1. Selecting of the Leaders of the Voidship Committees.

During 1957-1959 almost all 19 Secretaries of the VoiCodwaships have been changed. Only after this operation

was finished Bomulka called the Second Congress of the

Partyin March 1959. Kliszko also was responsible for

preparing the Congress.

2 Choosing and screening candidatures for top positions, Ministers est.

Dealing with the Polish Parlament and the other parties / the Peasants Party nad the Democratic Party

Kliszko is Deputy Speaker of the Sejm / The Sejm always elects a chairman / Marszalek Sejmu / whose role can be copared to the Speaker of the Parlament immembers and The nominal Marszalek Sejmu is Wycech / Peasants Party/

but the faction factual is Zenon Kliszko his deputy and the Representatives of the Sejm from and head of the Club of the Communistic Party, delegates

Representatives

Kliszko also was responsible for organization of the elections to the Polish Sejm in 1957.

Kliszko works by himself alone, and reports directly to Gomulka who gives him personally the orders.

In 1959 Kliszko became member of the Politbureau

Kliszko is Gomulka's friend and has the greatest influence on Gomulka, who trusts him. But Kliszko is not liked by the Russians and Gomulka rather gradually and cautiously wasbuilding up Kliszko's position and authority.

Probably Gomulka would select Kliszko as his successor.

However this would be refused by Chruszczew. Kliszko also of good health has not the personality of a leader. He is not a twelthy the type of a and not a too good orator. He is however a great staff worker

Nevertheless his role will increase.

No appointment to top level positions in the party and to the position of Minister or Vicepremier can be made without Kliszko.

22 RELATIONSHIP BETWEEN PARTY AND SEJM

Parties. The General Secretary of the Party of the Democrats Leon Chain who is Vaceminister of Justice. Chain is an prewar Comminist who is the instrument of the Communistic Party within the Democratic Party. Officially he is not a member of the Comministic Party but of the "Democratic Party". Te

This party represents the intelligence, the handicraft and the private initiative. But Chain acts in behalf of the Communistic Party against the interest of the groups that he is nominally representing. He is a deceiver of these groups

The other communistic agent within the Peasant's Party is

Podedworny / fnu/ who is also Vice-Marshallk /Depoty-Speaker/
of the Sejm and Deputy Chairman of the Peasant's Party

He is Viceminister of Forests. He is an obedient instrument
in Kliszko's hands. and also deceived hid own party.

National

Nominally the Chairman of the Council of Poland is Alexander Zawadzki, member of the Politbureau. Logically he should be in charge of the area of Relationship to the Parlament.

However Gomulka does not trust Zawadzki who is a hidden Natolinist and dislikes Gomulka. Therefore Gomulka assigned the problem of election to the Sejm and the dealing with the parlament to Kliszko.

This creates an complicated personal situation and tensions within the politbureau and particularly between Zawadzki and Kliszko.

An influencial person is Vice - Speaker

Professor Jodlowski whose role seams to be increasing steadily under Gomulka's ruling.

23 INTERNAL SECURITY

This area of activities gave Gomulka the greatest trouble from beginning of his regime. The entire organization was under influence and direction of the Pro-Russians i.e. the Natolinists and Russian agents.

Even now Gomulka can count only on a few men

within the organization of the Em Ministry of the Internal Within the Militia / Police/ and the Organs of the Security Police. Officially the Ministry of Security Police has been dissolved in 1955, the Committeee of Security in 1956.

But the Local & Offices of Security Police were subordinted to the Ministry of Internal ffaires / Minister Vicha?

and a reduced in number, but still powerfull apparatus of security police exists.

Minister Vicha himself is not an adherent of Gomulka but he at least meintains a " neutral" or 'loyal line.

However of the Viceministers Alster and Zygfryd Znek are doubtlessly Russian agents cmax / from the Beria period/ and the third Viceminster Antosiewicz also is a natolinist and pro-Russian. Gomulka was able only to introduce one a few men in this Ministry whom he can trust i. e. Moczar & Moczar is a friend of Gomulka. But Moczar a former partisan has a very difficult personality and he makes a lot of mist mistakes. Gomulka can also trust, at least for the present

time the Viceminister of Ministry of Internal Affaires

General

and Chief of the Corps of Internal Security Komar who

during 1953 - 1956 was a prisoner of the Security Police.

The third man who is loyal to Gomulka now, is General Hibner Viceminster of Internal affaires and Chief of the Forces for Defense of the BorderLines.

Gomulka is aware that he has no friends security within the organization of police and

Therefore he assigned <u>Jerzy Albrecht</u> the Secretary of the Central Committee to watch this field .

Jerzy Albrecht id by no means a personal friend of Gomulka. During the Comgress of the Party when Gomulka was was accused in 1949, Albrecht attacked heavily Gomulka.

However in 1953 - 1956 Albrecht himself was under attack of the Security Police. His wife was arrested. She is now released but she is mentally wieck. She is divorced from Universed Albrecht. In 1956 materials were found and wit nesses that there was a heavy accusation prepared against Albrecht a Only the October Revolution saved Albrecht from persecution.

This is the reason that Gomulka picked out Albrecht as supervisor of the Security Organs. Albrecht took this difficult iob but he managed to keep secret this # assignment.

Albrecht directs the policies if the Security rgans.

in 1957 Albrecht asked the Minster of Construction to find jobs for laid of former employees of the security police.	25X1
	25X1
Albrecht said theat he has difficulties with finding	
when such an employees applies for a job	25X1
in a factory even as physical worker he is refused because the workers don't want to have a former security man among the crew. Albrechts propsition was to find jobs within the construction industry.	e 25)
workers are more deisciplined than construction workers; a less disciplined there is no reason to believe that the construction worker will have another approach than the factory workers to these men.	rs

started Albrecht referred to a project launched by the Minister of Construction to create small private enterprises for production of building materials. The minister of Construat this time had laid off 1000 white-collar workers mostly in Warsaw and in order to help these people in getting a job offered furnish them & equipment, hepq with facilities eqipment if they will create small cooperatives and produce bricks, cinders This action was called trans-qualification to tye white collar workers had to learn physical work . Albrecht suggested that he will pay one years-salary for each worker employee for teaching him construction and building materials work. He said that he will cover all other costs, materials, facilities, etc needed for creating king place for those men. We also explained that he is now problem in Szczecin incognito to solve theprhem of employment for the former securaty employees of Szczecin.

tibrecht only wankexxxx said that he only wants he to think	
this, over to discuss this with the Minister of Construction	
The discussion shifted Later to other matters, to	
the problem of creating private enterprises for building of	25 X 1
small houses, rents for apartments, etc, and	
lbrecht supports to a large extent the new *conomic model	
that was at this time discussed in Poland i. e. more private	
industry building and smaff trade.	

This project seemed

practicable

25X1

not quite parcticable,

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		_		
A few weeks later		Albrecht presen		25 X 1
his ideas to Gomul	ka but Gomilka refec	ted the majority.	of them then	
However some mind	or features were acce	pted and from t	his time	
there were intro	oduced such practices	like selling s	mall	,
houses to individ	lual inhabitants / by	the cities and	the state/	,
more loans for pr	rivate builders, etc.	<u>,</u>		
				25 X 1
1 Albrech	nt is the in charge of	security matte	rs	
2 he re	aally thinks about re	duction of the	number	
of employ,	sees in the security	police		
he h	nore ad quite liberal eco Party leaders	nomic ideas th	an the	
other cop	security poli	ce ruen /		
The problem of the	ese former employees	to be employ	ed in the	
construction indus	try, l ater was not co	ontinued.		25X1
	•			
,				
•			the	
		end emøgration	lays in	
	n passport-matters s	SUG employer or	Tays III	25 X 1
Albrecht hands.		C.		20/1
people in Poland	did not know that A	brecht is in Ch		
passport matters.			Albrecht	25X1
also referred to	a project of sending	5000 white-co	ollar	25 X 1
workers to China	in an organized wasy		such a	20/(1
offer was made to	the Chinese but the	y refused.		
Bogusz also	suggested to send	1000 stone-and 1	orick-	
layers as workers	to the Brussel Fair	. At this time	such worker.	S

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were urgently wanted by the organizators of the Brussel World Fair.

This project also was never carried out.

the control of security affaires to another man.

A strenghtening of the security police is to expected in Poland in connection with the new program of Agricultural Circles and new lowered standard of living and the Albrecht would not be austerity program. In this case Albrecht was is not the right man. He does not Aupport a supremacy of security police. He thinks rather in economic categories and also personally has not too much favor for the security police.

A shift in this assignment for example secretary of the Central Committee with appointing another man in charge of security matters harder would indicate that the moment of a new policy in this area is likely to be launched. Started

However such shifts in assignements are not always announced and only a certain time it becomes known to to the members of the Central Committee and from such an information sooner or later spreads to other people.

^{*} See Supplement Part IV Summary p. 13

24 MILITAIRY AFFAIRES

Thee extent of self independence in this area is very limited.

The appointment of Spychalski as member of the Pol Politbureau in March 1959 is an attempt to give Spychalski more authority. Spychalski is rather a weak man. After he was released from jail in 1956 he was 6 months sick and had a nervous breakdown. Although all prefer having Polish officers are satisfied that they have a Polish chief and not a Russian as was Rokossowski nevertheless the material situation, salaries, privilegies, for the commissioners are much lower than under Rokos sowski. This latter introduced a system of high proving the country of the commissioners are much lower than under Rokos sowski. This latter introduced a system of high proving the country of the commission of the control of the country of the country of the commission of the country of the country

Spychalski is surrounded by pro-Russians who watch every his step/ Witaszewski Bordzilowski Szyma-nowski. Loyal to Spychalski is General Janusz Zarzycki the Chief of Political Education in the Militairy Forces, and Frey Bielecki the chief of Air Forces. Spychalski is disliked by the Russians

He can not make his own policies only in mino re matters he can decide. and has no decision - with king power matters.

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26.

Conclusion

Cyrankiewicz listed only 12 key problems. Dut there ether
14 top men
12 of equal importance. There are Tomembers of the Politbureau

7 Secretaries of the Central Committee. in Poland

Members of the Politbureau Secretaries of the Central Committee

omulka Gomulka

Gomulka
Cyrankiewicz
Jedrychowski
Loga- Sowinski
Spychalski
Rapacki
Ochab
Zambrowski
Kliszko
Gierek

Ochab
Zambrowski
Kliszko
Gierekht
Albrechtli
Strzelecki
Jarosinski
Matwin

The key problems are not distributed equally.

Some leaders / not speaking of Gomulka himself/ hacev
have a great load of assigned af hires for example
Cyrankiewicz, Jedrychowski, Gierek and Kliszko.

Others have a lesser area of assignments but still very
important . Zambrowski, Albrewht, Ochab.

Some od these leaders have narrower assignements Zawadzki, Matwin, Jarosinski Loga-Sowinski

This analysis shows the extent of influence and power of each of these 14 perty leaders.

In general however all are overburdened because of centralization of decisions.

The exact assignments are not known publicly. Frequent shifts within the delegated authority and assigned jobs serve ate—the are made by Gomulka. The meders of the Central Committee learn quickly about such shifts and make their conclusions with respect to changes in influence of the particular person. From these members of the Central Committee the information spreads to the country and people guesses what result will changes in policies will occu result from these changes in personal assignments.

The present development shows generally an increase of power of the Pro-Russians and t e former Natolinist and a decline of power of the Polish communists, the sicalled Patriotic Communists among them many of the ardent defendors of Gomulka in 1956 / Morawski, Bienkowski, Hochfeld Gomulka's best adherents have been dropped by Gomulka in the last months and replaced by pro-Russians / Approved For Release 2009/05/22: CIA-RDP80T00246A010400340002-7

and Natolinists. These personal changes conform and affirm the changes in policies made by Gomulka in an accelerated pace / tempo / after the Congress in March 1959 and the Plenum in October 1959.

PETDICTIONS ON THE EFFECT THE CHANGES IN GOMULKA'S POLICIES "ILL HAVE ON POLAND'S INTERNAL AFFAIRES

ASSIGNMENTS OF KEY PROBLEMS TO THE TOP PERSONALITIES

TOP ASSIGNEMENTS

SUMMARY Of Part I , II , and III

Ab	hn	Δ 1	14	o t	10	nc	
A C	1636.	-		<i>H</i> 1.	10		4 :

a.) P.B. Polit Bureau-Member

b.) S.P Secretary of the Central Committee of the Party.
c.) P.F. Functionnaire of the Party Apparatus of the Central Committee of the Party

d; M.CC. Member of the Central Committee

e. Min. Minister

f. V.M. Vice Minister

g.) R. S. Representative of the Parlament / Sejm/
h.) M. S. Marshall of the Sejm this means: Speaker
J.) V.M.S Deputy Speaker of the Sejm
k.) V.P Vice Premier

Note: Other top positions not included in these abbreviations will be spelled out in the text. Asterisk -

> Astrid Numbers are given to key problems not listed by Cyrankiewicz in his address to the Polish Sejm.

No.	Key	Problem	Assigned or influ	l to lenced by
			Position	Name
1.		2.	3.	4.
1.	Heavy	Industry	and	Edward Gierek Secretary of the Party Committee of Silesia
			V.P & M.CC.	Julian Tokarski
			V.P. & MCC.	Piotr Jaroszewicz.
			P.F. & MCC.	

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Committee.

TOP ASSIGNEMENTS SUMMARY/ CONTINUED/

1.	2.	3.•	. 4.
1. /cont.	Heavy / Industry	Deputy Chairman of the State Planning Commission	Adam Wang
		dtto	Kiejstut Zemaitis
		Min. & MCC.	Franciszek Waniolka
2.	Cooperation with the Eastern Bloc	P.B	Stefan Jedrychowski
	the Eastern bloc	V.P & MCC	Piotr Jaroszewicz
	•	P.F. & MCC	Jozef Olszewski
		First Deputy-Chairman of the State Planning Commission & MCC.	Tadeusz Gede
		Chairman of The Committee of Coopera- tion with Foreign Country & MCC. Delegate in Mo	/ Slusarczyk /fnu/
		côw , Vice- minister	
		Deputy Delegat in Moscow,	se Różanski /fnu/
		ambassador & # MCC	Boleslaw Jaszczuk

TOP ASSIGNEMENTS /CONTINUED/ SUMMARY

1.	2.	3•	4.
3•	Productivity, Operational Standards/ Norms/ Wages.	P.B. P.B. PB & S.P. V.P.& MCC V.P. & MCC P.F. & MCC Deputy Head of Economical Dpt, of the Ce tral Committee	n)
		Secretary of the Central Council of Labor Unions & MCC and R.S	Edward Kulesza
		Chairman of the State Com mission for Wages & Vice Min ister	Alojzy Firganek of Labor & Social Welfare
4.	Engineering- Scientific Advancement	P.B. V.P. P.F. Deputy Head of	Stefan ^J edrychowski Eugeniusz Szyr Engineer Jerzy Niedzwiecki
		the Economic Dpt. of the -Central Commit	tee
		Chairman of the Atomic Commit & MCC, Ministra	tee
		Minister of H	igh ^J erzy ^G olenski
		Deputy of the state lanni: Commission **** General Secretion the Polishof Science	ng Kiejstut ⁴ emaitisetary Witold Nowacki

TOP ASSIGNMENTS

SUMMARY /Continued/

1	2	3	4
5.	Capital Expendi- tures, Construction	P.B.	Stefan Jedrychowski
	rand Building Materials	V.P & MCC P.F. deputy head of the conomical Det. of the Central Com- mittee	Jerzy Albrecht Eugeniusz Szyr Jerzy Bogusz
		P.F. Instructor of the Committee	
		Deputy Chaitm of the State Planning Com	mierz Secomaki
		Min. of Const	ruc- Stefan Pietrusiewicz
		Viceminister of	Constr Jerzy Grzymek
		Viceminister of	Juljusz Gorynski
		Deputy Chief of the Office of Ministers	Stanislaw Tolwinski
		Viceminister of F inance	Zy gmunt ^T rendota
•	Territorial Administration and People's Councils	P.B V.P. & MCC	Alexander Zawadzki Zenon Nowak
		Chief of the Office of Mini sters, alternate Mo	
	·	General Secretary of the National Assebly & MCC.	- Stanislaw Skrzeszes

TOP ASSIGNMENTS SUMMARY / continued/

1 7. Agriculture and P.B. Gomulka personally Forests. F.P. Head of the Agri-gultural Dpt of the Central Committee Edmund Pszczolkowski & M.CC. agielski /fnu/ Minister of Agriculture, and MCC. Secretary of the War- Marian Jaworski saw Voidship ommittee, and MCC. Director of the Agricul Jerzy Tepicht tural Institute, & MCC. V.P. Stefan Ignar Deputy Chair man of the Prof Struzik State Blanning Commission Minister of Forests Dab- Kociol 8. Production P.B. & S. P. none / characteriand Supply stic! of Consumer V.P. & MCC Eugeniusz Szyr Tadeusz Gede First Deputy of the Goods State Planning Commission & MCC Minister of Light Industry Eugeniusz Sta-& MCC winski Viceminister of Light Indu-Stanislaw ちちアサ***& MCC Marzec Minister of Internal trade Mieczyslaw Lesz Viceminister of Food Proces sing and State Putchase of, Farmers' goods Dr. Lindberg /fnu/ Leon Kasman Head of the Dpt of Light Industry & MCC Viceminister of Foreign Kutin /fnu/ Chairman of the State Price Karol Stru-Commission minski General director in Foreign Horowic TradeMinister of Food Processian Industry I

TOP ASSIGNMENTS

SUMMARY /continued/

1	2	3	4 ·
9•	Transportation & Communication	Politbureau	Stefan Jedrychowski
		P.S.	Ryszard Strzelecki
		Viceminister of Railways	Stefan Popielas
		Viceminister of Roads	Olesinski /fnu/
	•	Minister of Com- munication	Moskwa /fnu/
<u> </u>		Viceminister of Navigation	Jerzy Tomorowicz
10	Communal Economy	P.B. P.B. V.P. M.C. P.F. Deputy Head of mic Dpt of the Committee and Mc. Deputy Head of the Committee of Minister Secretary of the Party Committee Voidship Bydgosz MCCn Minister of Commuteconomy	Jentral Mrs. Finder /fnu/ the Stanislaw Tolwinski Felix Baranowski of

TOP ASSIGNMENTS

SUMMARY /continued/

1.	2	3	4
11.	Water Problems	Viceminister of Navigation and Water Economy	Janusz Grochulski
		dtto.	Jerzy Tomorowicz
100 000 000 000		Representative of the Polish Sejm, Professor and head of the Committee of Water Economics	Professor Balcerski /fnu/
12.	Organization of Business	P.B.	Gomulka/partially/
		V.P. & MCC.	Eugeniusz Szyr
	·	State Planning Commission First deputy Chairman and MCC	Tadeusz Gede.
		P.F. deputy head Economic Dpt of t Central Committee	the the
		Head of Economic Council of Poland MCC	Professor Oscar Lamge
		His deputy	Prof Czeslaw Bobrowski
		Viceminister of Finance, MCC	Juljusz ^K ole
	Deputy	Head of Council of Trade coperatives & MCC	of Zofia ^T ryblinska s
		Theoretical ^E cond Party ^M embers	omists Pohorylle / fnu/ Leon Brus Zawadzki/fnu/

		·	
•	2.	3.	4.
3. Foreign	Affaires	P.B. P.B.	J ôzef Cyrankiewic Adam Rapacki
		MCC. Viceminister of Foreign Affaires , General	Marian Naszkowski
			Józef Czesak / fnu /
		MCC. Director of the Institute for Foreign Affaires, He d of the Polish Branch of the " Defensors of Peace"	e Ostap - Dluski
			OS CAP - DIGSKI
		General Director in the Hinistry of Foreign Affaires in charge of personnal matters	e Maria Wierna
		Professor and staff adviser	Lanfred Lachs
		Viceministers of F reign Affaires	Winiewicz
4. Demogr	aphic Prob		
A. Demogr Social		lems	
L.* Demogr Social	aphic Prob	lems P.B. S. P. and Secretary of	
A. Demogr Social	aphic Prob	lems P.B. S. P. and Secretary of the Troclay Farty Committee Secretary of the Cracow Party	Stanislaw Matwin Lucjan Matyka
L. Demogr Social	aphic Prob	P.B. S. P. and Secretary of the Wroclaw Party Committee Secretary of the Cracow Party Committee, MCC MCC Minister of Light Industry	Stanislaw Matwin Lucjan Motyka Eugeniusz Stawin
Social * Administ	aphic Prob Structure	P.B. S. P. and Secretary of the Wroclaw Farty Committee Secretary of the Cracow Party Committee, MCC MCC Minister of Light Industry Eugeniusz Stawinski Viceminister of Labor and	Stanislaw Matwin Lucjan Motyka Eugeniusz Stawin Leon Chajn
Social	aphic Prob Structure	P.B. S. P. and Secretary of the Wroclaw Party Committee Secretary of the Cracow Party Committee, MCC MCC Minister of Light Industry Eugeniusz Stawinski Viceminister of Labor and Social Velfare	Stanislaw Matwin Lucjan Motyka Eugeniusz Stawin Leon Chajn
Social * Administ	aphic Prob Structure	P.B. S. P. and Secretary of the Wroclaw Party Committee Secretary of the Cracow Party Committee, MCC MCC Minister of Light Industry Eugeniusz Stawinski Viceminister of Labor and Social Velfare P.B.	Stanislaw Matwin Lucjan Motyka Eugeniusz Stawin Leon Chajn
Social	aphic Prob Structure	P.B. S. P. and Secretary of the Wroclaw Farty Committee Secretary of the Cracow Party Committee, MCC MCC Minister of Light Industry Eugeniusz Stawinski Viceminister of Labor and Social Velfare P.B. Minister of Justice xMazurx Deputy Chief	Stanislaw Matwin Lucjan Hotyka Eugeniusz Stawin Leon Chejn a Jozef Cyrankiewic Marian Rybicki

TOP ASSIGNMENTS SUMMARY & continued/

i	2	3	4
16.	Relationship to Church	P.B.	Jozef CYRANKIENICZ
		MCC. Minister of the Office of Conflession	Sztachelski /fnu/
*		والمن المن المن المن المن المن المن المن	المنا
17.	National Minorities	P.B. in second place P.B. in third place	Jozef Cyrankiewicz Alexander Zawadzki Roman Zambrowski
		Viceminister of In- ternal Affaires	Zygfryd Sznek
	· .	Delegate for Repatriation from the USSR MCC	Mieczyslaw Popiel
18 ⁷ H	dealth and S Scial ëlfare	P.B. In second place P. F. Head of the Organizatio Department of the Central Committee MCC	Jozef Cyrankiewicz Ignacy Loga- Sowinski
		Committee NCC	Walenty Titkow
·		Secretary of the Gdansk Committee of the Party up to 1959 now in the apparatus of the Ce	Alexander Machno
		Viceminister of Health	Alexander Pacho
		Minster of Labor and Social Welfare, M.C.C	. Stenislaw Za adzki

TOP ASSICHENTS SUCCESS /continued/

	2	3	4
19.**	Propaganda	P.B. and S.P.	Edward Ochab
and Agitation	and Agitation F	P.F. Head of Press Department of the Central Committee MCC	Artur Starewicz
		P.F. Deputy head of this department	Chaber /fnu/
		P.F. Head of department of Propaganda and Agitation of the Central Committee MCC	^A ndrzej Werblan
		P.F. Deputy head of this department for propaganda	Danilowicz /fnu/
		P.F. Deputy head of this department for agitation MCC	Mrs. Feder /fnu/
		P.F. Head of dpertment of Cultu and Education of the Centr Committee MCC P.F. deputy of this department for education	re al Zolkiewski /fnu/ Mrs Zofia ^Z emanek
	•	P.F. deputy head of this depar ment for stage and show activities	t - M is c Cieslikowska
		Members of the Central Committee Editor of "Nowe Progi" Editor of Polityke /deputy/ Preses of P.A.P. Polish Press Agency Preses of the Broadcasting Committee Viceminister of Education Director of the Institute of Fore-Polity Professor	Roman eriel
	·	Administration: Minister of Culture Viceminister Preses of the Office of Publications and Press his deputy	G _a linski Rusinek ^Z awadko Friedman

TOP ASSIGNEENTS SUMMARY/continued/

1.	2.	3.	4.
* 20. Party O	rganization	P.B. and S.P.	Roman Zambrowski
	,	F. P. Head of Organization Department of the Central Committee , MCC	Walent Titkow
•		MCC P.F.	Finkelsztain /fnu/
21* Personal	Matters	P.B. and S.P.	Zenon Kliszko
22* Relations Party and		P.B. and S.P.	Zenon Kliszko
		General Secretary of the Democratic Party Viceminister of ^L abor and Social Welfare	Leon Chajn
		Deputy Chairman of the Peasants Party and Deputy Speaker of the Sejm, Viceminister of Forests Deputy Speaker of Sejm Professor, Wicepreses of the Polish Academy of Science, member of the Party	Podedworny /fnu/ Jodlowski /fnu/
23 Internal	Security	S.P.	Jerzy Albrezht
	·	MCC Viceminister of Internal Affaires	Alster
		MCC Viceminister of Internal Affaires	Moczar
,		MCCoMinister of Internal Affaires interiories	⊼Vicha
		Viceminster of Internal Affaires, Chief of Corporate Affaires, Chief of Corporate Chief of Forces for Defense of Borderlines	es General Komar
		Viceminister of Internal Affaires	Zy gfr yd S znek

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TOP ASSIGNMENTS SUMMARY /continued/

1.	2.	3.	4.
24.	Militairy Affaires	P.B. Gene Minster of Defense	ral Marian Spychalski
		Chief of Staff , Vice- minister of Defense, MCC General	Bordzilowski
		Chief of Army Intelliger MCC , General	ace Kāzēmierz Witaszewski
		Chief of Engineering Forces	General Jam Szymanowski
		Viceminister of Refense for Political Education	General Janusz Zarzycki
		Viceminister of Defense	General Duszynski
		Chief of Air Forces	General Frey - Bielecki

SUPPLETENT	
	25X1
May 1960 Jerzy Albrecht resigned from his position as	25 X 1
Secretary of the Central Committee.	
As reason his ailing and poor health was given.	
Albrecht's assignments, the most imp	25X1 portant
of which was the control of the apparatus of the Security Police.	
due to a tenedency of strenghtening the	25 X 1
security police, supported at present by Comulka, Albrecht sooner or later	,
will be replaced in this job by a " stronger " man.	
the change in	25 X 1
Albrecht's position / resognation or shifting to another job/ will	
indicate that the new course of " more power for the securaty police"	
has been started.	05)//
	25 X 1
of the now employed	25X ²
It is hard to say whether another secretarys will occupy this	
assignement / control of security police / for example Zambrowski or Strzele	cki,
or a new man will be brought in, to replace Albrecht.	

But doubtlessly axximensating a strenghtening of the security police emphasis is under way and Albrecht's resignation proves this with great significance.

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PREDICTIONS ON THE EFFECT THE CHANGES
IN GOMULKA'S POLICIES WILL HAVE IN
POLAND'S INTERNAL AFFAIRES



THE BALANCE OF POWER "ITHIN THE LEADERSHIP

Pant I

THE BALANCE OF POWER WITHIN THE LEADERSHIP

In October 1956 there was an open conflict between Gomulka and Chruszczew. At this time Chruszczew did not use force. He had was in a difficult situation at this time and he preferred to make concessions for a limited time.

Soon it became clear that Gomulka is ready to far heading concessions to avoid any further conflict. More He was willing to cancel the majority of factors that did cause the tensions between him and the Russian Party. Already in Novemebr Gomulka visited Moscow and offered!

momentally immediately

- Suppressing all anti- Russian attitudes and utterances.
- Restitution as soon as possible the recognition of the supremacy of the Russian party manual basic matters
- Maintaining the Red Army in Poland
- Subordinating the Foreign Policy under Russian directives
- Suppresing of revisionistic tendencies in Poland
- Stopping all investigations started that would gave evidence of the responsibilty of the Russian Advisers for the former terror in Poland
- Forgiveness and good jobs for all Natolinists that is for all Russian-adherents acting on orders from the Russian Party.
- Restitution as soon as possible the power and authority of the party as the supreme level; above all managers and adminstrators. In other the words, restitution of the supremacy and dictature of the party. Simultaneously he acknowledged the leading role of the Russain party above the Polish party. Both aspects together mean a restitution of the supremacy of the Russian party indirectly through the Polish party upon all effaires in Poland

-9_-

The subordination in foreign policies was extended as far as condemnation publicity by Gomulka of the Hungarian Revolution as soon as possible / this was made later April 1957 by Gomulka/ Approval of the Pussain suppression of the Hungaria Revolution as a sad but justified necessity / This statement Gomilka made already after return from Moscow/ Markfor Conformity of relations with Tito. These relations between Chriszczew and Tito at this time ware not bad yet, but already some tensions were in the initial development.

This package of concessions offered by Gomilka three weeks after the revolution was convenient for Chruszczew.

Chruszczew accepted this . Despite his personal , bad feelings
against Gomulka he needed him at this time, especially for restitution in Poland the Russian hegemony. From the Chruszczew's point of view
there could hardly be foundd at this time a an who would be able extremily inflammed then to overcome the Polish hatred against the USSR. Only a leader
like Gomulka to whom the Polish people had at this time very much confidence could be able to find and apply concealed methods leading calm down the blast of Poland back under the Russian supremacy, to asloep the inflammed anti-Russian attitudes to deceive and outwit the Polish people
(at least for the most critical time) in this matter.

For this price Chruszczew was ready to make some concessions on his side such as: Tolerance of G mulka's departure from the ortohodox party line in ecomomics, agriculture, religious matters, personal freedom, relitive press freedom, etc. and Certain Seme financial concessions.

Chruszczew did not agree with Gomulka's new ideas but he was later 2 sure that there will a be a time better opportunity to force Gomulka

into a retreat from these policies. Chriszczew only concessed one thing.

i. e. We did not insist on claryfying these conflicting matters

at once but later and gradually in proper time. He accepted Comulka's interpretation that Things went so far in Poland that certain to and freedoms for a certain time m u s t be granted. Chruscz ew accepted the viewpoint of Comulka as a t a c t i c a l necessity but not as a permanent situation.

In result of this mutual compromise Chruszczew accepted In Chruszczews commiss Gomulka was

Gomulka's role as a fact. even as a convenient person for a certain time, may be even for a few years. As long as Gomulka keeps these the obligations of this compromise there is no reason for Chruszczew to fight Gomulka; in contrary Chruszczew even is interested in supporting

Gomulka fier the period that is necessary to "reeducate" the Polish people.

The development 1956 - 1959 shows that Gomulka followed the all these outlined agreements and Chruszczew has all reason to be satisfied.

This is the basis of the Chruszczew-Gomulka cooperation.

But as said before Chruszczew only delayed the final account and he all affaires including did not resign from active control of internal affaires in Poland through several channels.

This control in internal affaires is exercised in two ways:

and methods

- 1. Control and Watching how Gomukka is performing his job
 as defined in the agreement and during several meetings later.
- 2. Urging Gomulka to accelerate some developments of leading Poland back to the wanted by Chrüszczew conditions.

 This explains some vehement moves in this determined by Chruszczew direction especially after the Third Congress of Party in Poland

 March 1959.
- 3. Forcing Gomulka to employ these men who are selected or approved by Chrüszczew. First of all to keep on key positions the same

 Rüssian adherents almost agents who were before / under Bierut on these high positions/ Gomulka must keep them regardless to among them, there the resent of the Polish people and frequently these are his former personal enemies and adversaries in a bitter fight. But Gomulka must employ these men on Moscow's order.
- 4. Control and forcing Gomulka to extend the list of these men i. e. to place more and more such "Russian" followers and agents at top positions.
- follow the Russiam instructions not only as expressed by
 when given by Gomulka and through Gomulka, but who directly
 are instructed by Moscow. In other words Gomulka will be surrounded
 more and more by such men who in case of a conflict between Gomulka
 abd Chruszczew would obey Chruszczews orders and not Gomulka's orders.

There are no signs at present for such a conflict.

As long as Gomulka himself follows Chruszczew's directives these pro-Russian men do not face the problem to choose between the obedience to Chruszczew and loyalty to Gomulka.

But there is no doubt that "itaszewski for example works first at all for Chruszczew and in second place for Gomulka and sometimes works a g a i n s t Spychalski/ / There are bitter enemies / Serving Several other men around Gomulka arelin first place serving the Russian Party and in second place the Polish party and in third place Gomulka.

- 6. Haxkhimman Gomulka does not fight with Chruszczew, he is obedient. But after October 1959 Gomulka even could not thing of any controversy with Chruszczew. In his own crew he would find men who in the hypothetical case of a controversy would take Chruszczew's side a g a i n s t Gomulka.
- 7. At present Chrusczew evidently accelerated the course and id demanding that Gomulka wakabkishes goes further and establishes conform, orthodox Now Chruszczew is not more satisfied with a equlibrium of power between his men and Gomulkas's men , now he demands a clear supremacy of his men among the leading per onalities. This development is inevitable . For Gomulka is only one alternative i.e. to join by himself the group of Chruszczew's men and to depart from the group of hid own men. original, discerning features 2ny In other words: The Pro-Russians are taking over and Gomulka goes with them. , and also Gomulka's followers are going with him to the Pro-Russian group. There is no alternative more to choose another way because inside the leade ship already the Pro-Russian group has became

too powerful.

Hypothetically Gomilka could in case of a controversy again appeal to the people like in October 1956 but this would mean a bloody revolution without chance of success,

But Gomulka does not think of such a hypothetical case.

Gomulka already is going with the Pro-Russian wing.

There are still differences in several points / for example;

polite,

whether or not to restimte the security ergens/ how fast to go

with collectivization, how rigidly and ruthlessly to lower a sharp course against

standard of living etc, when to start open fight with the Church etc./ There is still the personality of Gomilka himself and his certain popularity, but in general the course of development is obvious. The ProRussians are taking over.

The GROUPS WITHIN THE LEADEPSHIP

There is by no means "Unity" within the party, although the propaganda always emphasizes this unity.

The following groups can be distinguished within the top party level.

a. Stalinists. These are Pro-Russians in this sense that they
they will obey the directives of the Russian Party
in first place. In case of defferences between the Russian Party
and the Polish Party / there are not likely to occur, but
if such a thing happens/ they will follow the Russian directives
against the Polish Party directives.

However this group does not identify its aims with

the Chruszczew policies. This group still can not forget

Caused

the harm that Chruszczew made by his sensational speech

during the XX Congress in 1956. They believe that Chruszczew for his personal carrier sacrified the power

of international communism, and weakened the strenght of the

Italian and French Communistic Party and accelerated the

defeat of the English and American Communistic Parties,
and produced heavy trouble for the satellite parties.

This group was strong in 1956 and 1957 but it declines due

to some successes of Chruszczew's policies and his increasing
authority. This group lost influence after repulsion of

Molotow, Malenkow, Kaganowicz, Szepilow . / Bulganin and Zukow also
expelled
represent another position , for example Zukow was an anti-

stalinist /

Dworakowski, Lapot , Mijal , Klosiewicz, Mazur.

they call themselves "Leninists"

b. Ideologists. These are followers of the Russian Party

They believe that personalities appear and disappear, but the collective " mind" of the Russian Party as the first party that embodied the communistic ideology in practical remains and is the permanent form is the greatest authority. They are called also " Hegemonists" they believe in the invicible power of the collective leadership of the Russian Party. Blind obedience toward the Central Committee of the Party of the USSR is their outline. They openly affirm that the highest party level in Poland, the Polish Politbureau must be subordinated directly under the Russian Politbureau.

But they admot that individuals can commit errors.

They are against the "Cult of the Leader". Stalin made errors,

Chruszczew might make eerrors, www. Marx and Engels also

could not provide exactly the future in all details so they

also could make mistakes, only Lenin infallible.

Infallible also is the Party as a collective i.e. the Central Committee of the Russian Party the heirs of the Bolszewiki" of Lenins party.

They support Chruszczew as the I Secretary of the Party not as an individuality. As long as Chruszczew is the speaker for the collective party mind he is supported by this group, but

all his steps are viewed by this group from the point of Leninistic criterias.

The moral power of this group is remarkable.

Chruszczew always emphasizes that he follows Lenin's doctrines.

He goes his own way.

He does not. He pretends only. This is necessary to get the support of these party ideologists.

In the USSR Suslow represents this wing. In Poland Finkelsztajn a member of the Central Committee / not known to the public, but still influencial / and partially Zambrowski. To this group also belong the majority of the Party Theoresterans, Daniszwski, Tepicht, Professor Schaff, Zawadzki, and others

c. Internationalists.

These are followers of the former Komintern. They believe in the supremacy of the World Communists, in the collective mind as represented by a representation of all communistic parties throughout the World. They acknowledge the leading role of the Russian Party as a "Primus under Pares" but they demand participation and acknowledgment of ideas developed by other parties too for example the Chinese Party the Spain Party, the French and Italian Party etc. Mexican Party etc. It is characteristic that Chruszczew does not want to restitute officially the Komintern. Chruszczew prefers to have all other parties as single partners. He does not want to meet a federation of the other communistic parties, because all these parties together might represent a great power, and even, hypothetically, vote

differently to his suggestions.

These internationalists does not criticize the text of Chruszczew's speech during the XX Congress but they believe that he had not the right to decide by himself alone individually matters that are vital to the other parties throughout the world.

They acknowledge the leading position of the Russian party but they demand some "democracy" within the assembly of all communistic parties. They claim that they are the true "Matxists"

They believe that Chruszczew's present policy impoverishes

the concepts of the World Communism. They say that there is ho basic

discussion on World Communism affaires. Although the Russian party

- they 5ayis the wisest and should be doubtlessly the leading party, nevertheless
a forum of exchange of experience and new ideas and concepts
should be created to avoid narrow mindness that is inevitable when
only one party makes decision for all parties.

partially Gierek Wierblowski, Standen I. These are names not of the highest administrative posts nevertheless these men have great influence among the old communists in Polandand within the Central Committee. In the USSR this group is weak and without who belongs to another wing power. It is believed that Edward Ochab supports, this group.

This group calines that Chruszczew shows a better understanding with the capitalists than with the world communists, and that Chruszczew does not follow properly the Matx philosophy.

Despite the fact that this group has not much power nevertheless the potential and latent chances of this group are not neglectable.

d. Polish communists. Within the Central Committee and the older communists there is a remarkable group of premar communists that deny the ideological supremacy of the Russian party.

They acknowlege that the Russian party as representant of the communistic Country most powerful party should have a leading voice in all decisions involving world communish, but they deny the ideological or moral supremacy of this party.

They hate Stalin because he kurdered the prewar Polish Politbureau the members of the Central Committee of the prewar K.P.P.

/ Kommunistyczna Partia Polski, The Communistic Party of Poland/
astatement

Besides Stalin accused in 1936 that the Polish Central Committee
according to the belief of this group,
consists of provocateurs and disfamed slandered, the good name
of the Poltsh party.

They also accuse Chruszczew that he dislikes Poland and that in his speech at the XX Congress he listed all crimes of Stalin but did not say any word about Stalins crimes against the Polish people and the Polish Communistic Party.

They also accuse the Russian Central Committee of neglecting
the other communistic parties. They say that dictature of the
party
party
parkyxand proletariat and leadership of the party does not mean

dictature of one party upon the other communistic parties. They demand "equal rights" for each party in ideological matters, regardles whether this part represents a powerful or less powerful country. They also say that the Russian party after Lenin's death committed many errors and that the Stalin period was a defeat for the ideological development of World Communism.

They say that if not Stalin, the World Communish would be much better off. The accuse the Russian party of "Byzantinism" of complete lack of knowlege of the psychological features of other countries, of poor leadership

They also dosagree with Chrusczew's methods. The leaders of this wing are:

Burgin, Kuryluk, Sztachelski, Dembinska are the leading representants of this group.

In October 1956 this group supported unanimously Gomulka against Chruszczew although they differ in several matters from Gomulka's viewpoint

e. Patrictic Communists

This are also Polish Communists. They differ from the former group in this point that they are not concerned too much with ideological, philophical and basic theoretical matters. They are "pragmatists", focusing them activities on current tactical problems. They acknowledge the merits of the Russian party but they do not want this Russian party to meddle in Polish

leadership of the Russian Party but they treat the Russian party as "teachers" but not as superiors. They say that the ruling party is a party of its country and must regard the specific features and conditions of this country of the people.

They say: Ideologocal matters are most important but Yas a future goal.

At present the tactical forms must be adjusted to the Polish people.

In existing conditions

For example: The party leads Poland how? This can not be done

permanently against the will of the people only by tercor. For example:

Communists are atheist. But if the Polish people in its masses are is catholics the communists must acknowledge this fact and govern

a catholic country. Compromises are necessary and allowed. They say:

This is not a departure from the ideology this is flexible tactic.

The patrictic communists emphasize that they are Poles of a communistic ideology. But first of all Poles. As communists they believe that

/ The Polish communists described in paragraph d. say that they are first communists and later Poles/

They say that being a communist is a patrictic, constructive duty sataure of a good Pole. Therefore terror should be avoided because a patriot does not suppress his own people. He loves his people and hos country, even with all its defects.

A patriot can demend sacrifices for his country and for his people but not a gainst his fellow-countrymen.

Polands future will be the best under communism

The leaders of this group are Gomulka, Bienkowski, Spychalski, Kliszko, Loga- Sowinski, Hochfeld

Within the Central Committee this group is not large. The strength founded astthmethrologist based on the low rank members of the commoners not on the leaders.

It might be noted that Chruszczew is also not to much concerned with basic, ideological matters, he also is a socalled pragmatist.

Despite fundamental contrasts these pprogmatists on both sides (foliand 2 USSR) are able to develop some compromises and "modus vivendi" and even cooperate temporary by delaying the basic xxxxxxx debats into the and arguments for a future, time.

f Chruszczew-ists This is not a correct title. There are no real al Chruszczewists in the sense that they are his personality. As a matter of fact Chruszczew himself has a bad reputation in Poland because of persecution of the Polish people during the war when Chruszczew was Stalins plenipotent for Ukraina.

The group cited here there are adherents of the actual secretary of the Russian Party whoever it would be Not only of the party primarily they are leadership but adherents of the Russian Chief of the USSR.

Their subordination is not only ideological not only within party matters but also adminstrative. They treat Poland all ready as 17—th republic of the USSR. They see in the Russian ambassador in Warsaw the real representant of government. They treat the Polish chief only as a deputy of the real leader that is the Pussian

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Chief of the USSR. Under Stalin they were Stalinists under Chruszczew they are Chruszczewists. During the short period of Malenkow's ruling they were Malenkowists.

These men have no patriotic feelings and they also have no ties to a sort of world communism / loke the internationalist / ther are not "Polish" communists not "World communists" they have no ideology only blind obedience to the actual Russian leader. The Polish people treat them as Russian agents The leaders of this group are

Nowak, Witaszewski, Tokarski, Sznek, Alster, Pawlak, Kruczek, Pryma, Ruminski, Galinski, Matuszewski and others.

In 1956 this numerous within the party functionaires group made an alliance with the groups

a/ Stalinists

b/ Ideologists

and together established the alliance of the Natolinists

to take over the power in Poland and to rule Poland almost as a

17-th republic of the USSR or at least as the most obedient
satellite.

Since they are not tied to a rigid doctrine they often play a decisive role in the balance of power within the leadership. There are not Patriotoc Communists and not Russian Agents. Nevertheless they are Pro-Russian. They agree to Polands role as satellite but they want to have a little ellbow-room in ruling Poland.

Frequently these are the top adminstantors and top managers in Poland. First of all they are Pro-Russian but they acknowledge that Russian methods applied to Polish people are often fallacious. They are for pressure but not for drastic preterror methods.

The leaders of this group are Cyrankiewicz, Rapacki, Ochab Jedrychowski, Jaroszewicz.

This group is numerous within the Central Committee but it is in itself not a precisely degined group; the members of this group represent scattered viewpoints but ususally they join for a common goal.

They are mostly interested in keeping their positions and their strength is based not on ideological factors but on the instibct to join in the right moment this group that is likely to win the battle. Therefore the position of these group is shifting frequently. During the October revolution this group shifted supported Comulka against Chruszczew. Now this group is shifting more and more to the positions of the

blind obedience to the Russians i. e. to the positions of the Natolinists.

h. Revisionists. This group consist of rither younger people
They are communists who does not acknowledge the old digmas.
They figure that the theories of Marx Engels Eenin Stalin req
have become obsolete and should be revised. This revision
shall be extended on all parties including the Pussian party.
In this aspect there can not be any supremacy of any party.
To find the new tactics and new strategy, a review of all rules
and theories is necessary and a ferce critical unhampered
dispute is necessary. Shall be allowed.

This is the wing that is most disliked by the Russian Party. The revisionists demy not only They not only demy the supremacy and the ultimative wisdom of Chruszczew, and of the Russian Party as the "collective" mind they also deny the wisdom of the "World Communism Mind" of the Kominterm and finally they say that the classoc theories are obsolete.

This is not a difference in tactics only but in wasic principles.

They are also convinced communists but the Russian Party

sees them as the greatest mixex enemy,

The revisionists not only deny the supremacy of the Russian party, they go further. They demend a great discussion and after this the Russian party is supposed to obey the results of this discussion. The leaders of this group are now concealed because this group is suppressed. In 1956 the leaders were Kuziński / he is shifting now

The power of this group is now small and they concentrate their activity on minor questions cultural and social affaires.

In 1956 this group supported Gomulka and represented the most "revolutionaire" wing.

Summary.

The various groups within the party higher levels are ,listed below in a little different sequence:

- 1. Stalinists
- 2. Ideologists socalled / Leninists/
- 3 Chruszczewists / the core of the Natolinists/
- 4. Revisionists
- 5. Patriotic Communists
- 6 Polish Communists
- 7. Centrists
- 8 Internationalists

In Poland the first three groups are called Reactionaire communists , the groups 4,5,6 Progressive Communists or liberal communists the group 7 and 8 Centrists

However such a breakdown does not illustrate the differences within each of these gramps wings.

In 1956 the first wing was Pro-Russian and Pro-Chruszczew the second wing was Pro-Gomulka and anti-Chruszczew, the third wing shifted after some consideration on Gomulka's side.

In 1959 already and groups are Pro-Russian but to different extents; only the revisionists are still antiRussian and simultaneously the revisionists are now against Gomulka.

PUSSIAN AGENTS ON KEY POSITIONS

In October 1956 Gomulka won the battle against Chruszczew and against Chruszczew's supporters within the Polish party that is the primarily because of two reasons

First: Chruszczew was weak at this time it was aspecial situation after the XX Congress; Chruszczew had many adversaries in his own party in his own country, and within all communistric parties in the noncommunistic countries and also within the Eastern bloc, Hungary, Poland, Mas - teer tring's attributes were juncentain, etc.

Second: Gomulka was backed by the centrists, revisionists

Polish communists, Patriotic Communists, and interantionalists. and

by the people

After October 1956 Gomulka made a compromise with Chruszczew. This cleared to some degree the relation to the Pussian party however Gomulka had to pay a price for this. He lost the support of the revisionists and of the intelligence.

This process developed further and in 1959 Gomulka lost aprenty the support of the Polish communists / busides the revisionists/ the Patriotic Communists / He also lost the support of the farm population and now he is loosing popularity camong the workers.

But in exchange he gained the support of the Natolinists

Now Gomulka already is surrounded by Natolinists and by the billarge group of centrists. But these centrists are changing their posotion; they are shifting to the Natolinists.

Is surrounded by a majority that is field. This means that Gomulka now has a majority of more or less

Pro tied with the Russian groups.

In a hipothetical controversy with Chruszczew Gomulka would have behind him only the following men of the leadership

Loga- Sowinski

member of the Politbureau

Kloszko

Secretary of the Central Committee

Bienkowski

member of the Central Committee

Spychalski

member of the Politbureau

Komar,

Hibner

members of the Central Committee.

Moczar

and in key positions within the Minstry of

Interior Affaires

Openly against Gomulka would fight

Nowak, Kitaszawski Tokarski, Szyr, Vicepremiers.
Zambrowski and Zawadzki, members of Politbureau.
Dworakowski. Papot, Klosiewicz, Mijal, Ruminskin Matuszewski, Vitaszewski, Mazur, Pawlak, Kruczek, Naszkowski, Sznek, Alster, Jarosuński or all former stalinists, leninists, and natolinists

This includes: Cyranki The leaders of this centrum are

Cyrankiewicz Rapacki

Jedrychowski

members of the Politbureau

Albrecht Late inski Matwin Gierek

Secretaries of the Central Committee

The the centrum also belongs a great part of and the majority of the membership of the Central Committee.

The low rank party members, among them many hidden revisionists, would also hesitate in defending Gomulka and the question how much support Comulka would get now from the masses depends how far he would go in fighting the Russian influence.

The masses can be easily moved by anti-Russian program.

This is of course only a hypothetical consideration

for the purpose only to show that Gomulka already has no other

become

way than join the majority and to de by himself entirely

Pro-Russian without ant reservations,

Tis dictates the further development of events in Poland Already in November 1966 Gomulka agreed to keep on top positions the Pro-Russian agents and gradually in 1957 - 1959 the number of these men increased.

Within all vital agencies there are on powerful positions these Pro-Russian agents that is men who will obey Russian orders e v e n if Gomulka would give another order.

These are the key positions held by top Pro-Russian agents:

Minstry of defense. Chief of Staff Viceminster of Defense

General Bordzilowski

Chief of the Army Intelligence

General Witaszewski

Minstry of Foreign Affaires

General Marian Naszkowski Vice minister

Ministry of Internal Affaires

Viceminister Zygfryd Sznek

Viceminister /fhu/ Alster

Jakub?

Vicepremiers

Julian Tokarski

Zenon Nowak

Eugeniusz Szyr

Ministry of Finance

/fnu/ Kole

Vice- Einister

Kazimierz Mijal President of Investment Bank Ministry of Food Pricessing

Stanislaw Ruminski Viceminister

Ministry of Chemistry /fnu/ Taban Viceminister

FranciszeB

Minstry of Mining

Waniolka, Minister

Ministry of Agriculture

Jagielski, Minister

Ministry of Labor

Wiktor Klosiewicz, Viceminister

Chief of Atomic Committee Wilhelm Billig / rank of minister/ Chief of Committee for Foreign Cooperation

Roman Fidelski / Vaceminister/

Ministry of Heavy Industry

Leon Rubinsztejn / Viceminister/

Ministry of Culture

/fnu/ Galinski, Minister

Minister of High Education

Golanski, Minister

State Planning Commission

Tadeusz Gede, First Deputy Chairman

Minister of Light Industry

Leon Stawinski

Ministry of Foreign Trade

Kakietek, and Marzec, Viceministers. fnu/ Kropczyński Viceminister

Apparatus of Central Committee

Press and Publications
Head of department of Propaganda Artur Starewicz

" " Propa

Propaganda

Andrzejostkan Werblan

Deputy Heads of Departments

Leon Niedzwiedzki
Franciszek Blinowski
Danikowicz /fmu/
Peruez / Lerzy Jerzy Begusz
Chaberska

Shablerska Zemankowa.

Head of Economic Department

Jerzy Olszewski

Head of Foreign Department

fnu Czesak

Head of Agricultural Department

Edmund Pszczolkowski

Head of Organization Department

Zygmunt Misiaszek

Head of Welfare Department

Walery Titkow

Head of Coltural Department

Stefan Zolkieskski

Politbureau

Roman Zambrowski

Alexander Zawadzki

Secretaries of Central Committee

Jaros**żns**ki

Members of Central Committee

Tryblinska, Kasman, Finkelsztajn, Tepicht, Schaff, Daniszewski, and others

This list id not complete. There might be others who were able to hide better that they are Russian agents.

Thes above listed are known at least among the Warsaw well informed people as Russian agents. This might be conceived in this sense that they will obey Russian orders first than Gomulka's orders.

This list shows that all vital offices, party agencies

key
and the leading positions are occupied by Russian

agents

in C25e

Pro-Russian emissaries, so that any thought of resistence
the Russians can act easily inside the Polish
against Russia, is without chance. party and governement.

It might be noted that the primary step that was demanded by the people during the October revolution was cleaning the key positions from the Russian agents. But Gomulka stopped the initiated development and later brought back several of the expelled in the forst moment men so that now the key positions again

filled with the Prospussions.

This factual situation requires Complika to follow exactly
the Russian command. This is aggravated by Gomulka's new policy of
austerity hardship, low satisfard of loving collectivization and
centralization. All these goals require means of pressure.

There is no poom for the socalled liberal communists. These

objectives require methods of pressure and men that will exercise
these methods. Such men are mostly among the ProRussians and the
reactionnaire wing of the top leadership.

The new course back to pressure is already decided.

The influence of the reactionnaire group will increase continuously.

The centrists and the moderate groups will become gradually

more reactionnaire and completely Pro-Russian.

This development grows both politically and economically within the political and economical system.

Gomulka will try to make this inevitable development less as painless as possible but this attempt has no much chance.

Gomulka himself left the position of a Patriotic Communist and shifted to positions of a "Chriszczew-ist. With him, as his followers go the other Patriotic Communists / Kliszko Loga-Sowinski, Spychalski/ and the large influencial group of centrists.

A new "unity" of the part is built up but an unity of conformity, and obedience to the Russians. This is an unity of a Pro-Russian in October 1956

Polish party. The hope of the Polish communists to have a Polish

communistic party mxxxxmmmalthat will regard the xmmmx specific conditions of Poland and negotiate and cooperate with the Russian Party Vanished on an equal or almost equals basis is gone already.

After October 1959 the Polish Party is again under direct complete dictature of the Russian Party.

Certain differences in this dependence as compared with the Bierut period are due not to more souvereignty of the Polish party and Polish government but to certain changes in tactics and methods of ruling applied by Chruszczew who changed the old stalinistic methods not too much in their as sense and aims, but rather in the manner of handling matters and exerting influence.

Still Gomulka resists again restitution of the security police.

This allows Gomulka to explain to Chruszczew some slow developments to the way back to collectivization or low standards of living.

As long as there is no the resituted security police there will be still more freedom in the life of Poland as compared with other the satellites. As long as there is no security police / to the former extent as under Bierut/ Gomulka always can explain and apologize to the Fussian Party if some things in Poland are different than in the other countries. However, the nature of the present development in Poland is such that Gomulka will have to face the decision of restitution the security police sconer or later or resign wompletely from collectivization. But this latter alter native will not be permitted by Chruszczew. An increase in means pressure is to be expected in Poland.

PREDICTIONS OF THE EFFECT THE CHANGES

IN GOMULKA'S POLICIES "ILL HAVE IN

POLAND'S INTERNAL AND FOREIGN AFFAIRES

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POLAND'S POSITION WITHIN THE EASTERN BLOC

Part II

POLAND'S POSITION 'ITHIN T'E EASTERN BLOC

I POLAND'S POSITION AFTER OCTOBER 1956.

The first fact that impressed all other satellites was the victory, at least a temporary victory, upon the supremacy of the Russian party and of Chruszczew's dictatorship.

Regardless to the appraisal of Gomulka's new policies even the fanatic communistic leaders of the satellite countries had to a mit that here was the first case in the history of the communistic bloc that a satellite took an opposite position with respect to certain substantial matters of to the doctrines of the Russian party.

Tito also had to courage to oppose Stalin; but this brought open conflict.

However Gomulka contradicted Chruszczew and this latter was forced to make concessions. Tri October 1956 Gomulka sizmply

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rejected Chruszczew's intervention in Polish affaires, expelled Rokossowski, asked the Russian advisers to go home, and also asked Chruszczew himself to k return to Moscow. Chruszczew and the majority of the Russian Politbureau were in Marsaw at the time when the VII Plenum was in session but they were not admitted kex by Comulka to enter the building where this Plenum took place.

And all these deeds remained unpunished.

Nothing happened to Gomulka. Comulka won and Chruszczew lost, at least for the time being.

This result could not remain without deep impression and impact on the other satellite leaders.

In Hungary also was a revolution but it was suppressed in bloody fight. The readers of the revolution were executed. In Poland the leader of the uprising ruled and negotiated with Chriszczew as an almost equal partner.

This gave Poland a specific position within the East bloc.

Of course the satellite leaders condemned unanimously Gomulka's deviations but deeply inside they noted in their mind this Polish lesson as a characteristic event in the replationship between the USSR and the satellites.

A rebel who is not punished and not liquidated is always an important man. There is no doubt that in 1956 the eyes of all satellites were directed toward Poland.

The communistic leaders looked at Poland with condemnation, mixt with curiousity,

Even the Russian people read about the Polish events with a mixture of feelings. In 1957 each Pole who visited the USSR was spilled with numerous questions. This ws not a matter of sympathy with Poland but there was undeniably a "malicious joy" that somebody was able to resist the "allmighty" didator. It is true that the Pussians evaluated the victory of Gomulka only as a temporary result and they expected a quick punishment of Gomulka by Chruszczew.

Nevertheless in 1956 and 1957 Poland became the most interesting is to be country within the East-bloc, a country that has been taken in account in all considerations, a country that created a sort of new relationablip between the satellite and the "Master Country".

Among the people of the East-bloc Poland had a great esteem at this time. There was a lot of criticism but the prevailant feeling was a sort of admiration and esteem combined with an deep interest as to the further development of the situation.

.xhanikaabxkeenaknixaiddxyikehhead

For a Polish newspaper especially for Copy of the Polish economic and litterary magazines one could get in the USSR 25 rubles, in Bulgaria 100 ley / I don't remeber the name of the Bulgarian currency; it was 100-fold the price of the magazine in Poland./

Gradually this interest declined in result of Gomulka's retreats, compromises and resignation of te " Pglish "ay to Socializm"

When Gomulka condemned the Hungarian Revolution / April 1957/ and started to fight the own Revisionists", when Gomulka started to curb the Polish press July 1957, to suppress the movement of Porkers' Councils to prolong the stay of a part of Russian advisers, to praise

the Russian, Party and the Boss Chruszczew, the people of the satellites realized pretty soon that the " New Deal" was only a short range xxxxx starw fire and that the old order is being restored.

The opinion among the people in the satellite countries was that Poland would not be able to demonstrate its self government unless having some secret support from China.

But when in January and February 1957 Czou En Lai traveled through all East-Bloc countries carrying 'pro-Chruszczew' messages, the people of the satellite countries and the leaders of these countries realize! that the " Unity of communistic parties " is being restored under the old supremacy of the Russian party.

The disappointment within the satellite countries within the people with this development of events was very great. To these peoples this development meant burring again all hope and adjusting to the 1957 is the year of gradual disappointment. sad reality.

Still the people of the satellite Yenvied the Polish people freedoms. Freedom to speak without fear, for certain liberties.

/ not to print , but to talk/ religious freedom to a certain extent, availability of Western magazines, jazz music, modern art of painting more visits abroad, the American loan, private farming etc, these were conditions that up to 1959 distinguished still the Polish life life in the other satellite countries. from

The economic position within the East bloc declifrom the first days of the October revolution.

Under Bierut Poland the first satellite with respect to economic power among the countries of the Council of the Mutual Assistance. Poland has twice / or more / as much population as the other European satellites and was regarded up to 1955 / 56 as the second industrial power behind Russia. It shall be noted that up to 1956 the production of China #of steel, coal, and machinery was

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behind the Polish production. This picture changed in 1957 and now China is overpassing Poland at a fast rate.

Gomulka's hesitations to supply East Germany, Czechoslovakia and with the requested amount of coal created tensions among the the Council of Mutual Assistance.

With respect to foreign affaires and militairy affaires Gomulka never krienken attempted to pursue an independent policy. He readily sign signed a new treaty of maintaining the Red Army in Poland. The Rapacki Plan was a rather tactival maneuver. It never was a conflicting matter It was sold under Rapacki's name for follwing reasons:

- In 1957 Poland's position on the international area was more favorable than of Russia or another satellites. Selling a new concept under Polish name was therefore more attractive.
- The USSR expected that t is Rapacki plan will not bring remarkable results. But as a propaganda maneuver it was a profitable step. If however, surprisingly, it would produce some real echo and negotiations with the West World, in this case the USSR would say: This is not our polan this is Rapacki's Plan. We do not support Rapacki's ideas.

 But there was no need for such a retreat. The Rapacki Plan never exceeded the lomits of a propaganda maneuver and this plan was rejected by the Testern powers.

resulting from the October revolution within the East bloc the situation on be generacterized briefly:

- 1. Increase of political role among the satellite countries.

 a mixture of dissatisfaction and of acknowledging for of importance of the Polish experiment among the satellite communistic leaders, admiration and esteem among the people of the satellite countries.

 Interest and certain esteem among the people of USSR.
- 2. Decline in economical role among the Council of Mutual Assistance
- 3. Moccheng No major change in Pohand's role with respect to foreign affaires.

Note:

In 1956-1957 the authority of Poland within the satellite countries was so great that the Polish economists developed a plan of "Cooperation of Three Countries", i.e. Poland, last Germany and Czechoslovakia. These two neighbors of Poland need the Polish coal and industrially well Poland need machinery from these two high developed in the industrial area countries. But with the decline of the Polish influence to due to Comulka's retreats from his former policy, only a part of this make pains plan was corried out. The Czechoslovakia finese the gave Poland a loan to develop the recently in 1956 discovered resources of Sulphur and East Germany gave a loan for developing brown-coal mines at the boarder line and for construction of the largest power station in Turow, 1200 Megawat, that will supply East Germany with electric power.

Assistance buth rather "ex post" Moscow approved but was not to ather parts of the happy with the three-country-cooperation. The plan were stopped.

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POLANT'S POSITION WITHIN EASTERN BLOC AFTER OCTOBER 1959.

Due to Gomulka's retreat from his October 1956 policies, Polind policies announsed in 1956 Poland Is now

Due to Gomulka's retreat from his own promises the position of Bland at present i.e. after October 1959 within the Eastern Bloc is very weak.

As representant of a new way to socialism Gomulka exercised evoked great interest and the satellite parties had to take in account his influence, whether they liked or not.

As a conformist and "Yes - Man" as a follower of the Russian Party Gomulka has not much to offer. He can not compete in blind obedience to the Russians with Ulbricht, Nowotny, Kadar, and the others.

ASXAXATEONOX As an orthodox communist he does not represent the favored fanatical communist most fahatic orthodox. In other words there are more fanatic and orthodox communists in the other parties. Thatever Gomulka does to demonstrate his obedience to the Russian party, now, he still wears to stigma of the "former rebel and partially revisionist" Of course he is useful to Chruszczew. The specific character of the Polish people and the specific Polish conditions requires specific leaders and Gomulka is needed now, temporarily.

and the troubles he had brought to the
But the damages that he did to the Party Unity and Russian

Supremacy in 1956 are not forgotten. As a rebel he had to be

treated in a particular way. But now, when he demonstrated complete

return to the orthodox party-doctrines he can be judged by old party

standards. From the viewpoint of the Party doctrine he had damaged

the Polish party and the Polish communistic system, especially

8

1. He pushed back the "Socialization of the Agriculture"

the in following areas.

4-4- Lau Lakel.

at least 5-8 years back. Even with the strongest pressure
it will take two or three years to have in Pol nd again 10 000
"colchoses" as they were in 1956.

Among the satellites Poland is the most backstanding from the point the of view of communistic dactrine, country in development of the colchos-system. As a matter of fact if the development of collecticization had not be disrupted by the October revolution there would be probably in 1960 already 45 - 50% of the farm system organized in colchoses, (or a bloody revolution).

Even under great pressure it will take 8 years to achieve in Poland 50 % of land to be organized in colchoses, not speaking that there might be several "surprises" even uprisings etc. This means that the stage expected for 1960 will be achieved in 1968. From Chruszczews point of view Gomulka is guilty of a loss of 8 years in the field of "collectivization".

2. Gomulka stopped the forced increase of coal production.

In 1956 in spring 1956 Jaroszewicz the "boss of coal industry" agreed upon with the Russian advisers that Poland will produce in 1960 110 million ton of coal. The Council of Mutual Assistance demanded 120 million tons but because of the difficulties of the Polish coal industry they agreed finally to a figure of 110 million tons. /Jaroszewicz explained that all German prisoners must be netessed and this restrict from faster increase of coal production/Under Gomulka the production of coal during 1956 - 1958 remained at the same level. There was no increase in this production.

The first increase in this production under Gomilk was noted in 1959. The plan for 1960 is 103 million tons. This means a loss to the satellites supplied with Polish coal of 7 million tons.

Fast Germany, Czechoslovakia and the USSR had to modify substantially their plans during the period 1956 - 1962 to overcome the deficience of Polish coal as compared with the initially planned and expected supply.

- 3. Gomulka forced Chruszczew to return the difference in coal prices and a part of transit fares. This costed the USSR approximately 216 million dellars as discussed in chapter: "Profit and Losses of Comulka's Program, p. 16"
 - In addition some aid in grain was delivered to Poland from Eussia because of the fatal food situation .
 - On the other hand it might be noted that during 1956 1959 the

 USCR did not grant much help to Poland and one might feel that

 the Russians

 there was a sort of " malicious joy" with the respect to the difficul

 ties of the Polish economy.
- 4. In 1959 Gomulka increased food prices. This is always an unplea sant thing for the communistic propaganda especially for propaganda among workers of the non-communistic countries.
- faster rate than in the other countries. This causes some "excitement, dissatisfaction and unpleasant comparisons between own living stindard in Russia or in the other satellite countries and the increa personal diffincome in Poland.

6. Gomulka is forced to lower the sitandard of living in Poland.

This will produce intern troubles in Poland. But such troubles tend to spread outside the country. Chriszczew rather avoids demonstrating terror, he pretends to be a more liberal dicatator than for example Stalin. But there might expected that in Poland will be a comeback of certain terror measures especially within the villages among the farmers, but also in the cities. This does not "fit "in Chruszczew's present propaganda.

In Chruszczew's opinion this complicated situation is Gomilka's personal fault. Thy did he permit to grow the income of people so fast? Thy did he create a situation is which people in Poland must be forced back? In the feeling of people usually not the "absolute" level of living standards plays the decisive role, rather the "relative change is important.

Under Chriszczew people in the USSR rather feel an improvement in living standards not because these standards are satisfactory but because they are better than funder Stalin.

In Poland people will say in 1960-1961. It is worse than before. Such a situation is unpleasant not only for Poland itself but for the communistic propaganda as a whole.

7. Gomulka will be forced to reduce religious freedom. This will produce new tensions with the Vatican and within the area of World policies. These tensions will develope not at once, rather in 1961/62/

but " Collectivization is impossible unless the Church is suppressed. The Polish Church restrains itself from direct political activity. But the influence of the Parish priests of the villages is great. There is a moral and social appraisal by the community of a man who enters the party or the colchos. He feels the disapprobation of the inhabitants of the catholic inhabitants of the village. His wife entry resists his enter in the colchos, so does his father or brother.

In a city the ties of community are looser, the influence of the factory, of the workers organization is strong. But in the village the community grouped still around the Church and the Priest exercises great influence.

The communists know that to force farmers in colchoses requires fight with the Church.

- 8. Damage to Chruszczew's personal authority in October 1956 also c n not be forgotten or forgiven. The revenge only is delayed.

 psychological

 Besides this personal offense there is also the damage done to the Russian party and the Russiam Red Army / in result of expelling of Rokossowski/ Although all these effects have been finally overcome Loyalty especially after launching the first Sputnik and the declaration of the 11 party leaders in Novemeber 1957, nevertheless the memory of troubles caused by Comulka to the Russian leadership is still alive.
- 9. "eakening the organization of the Polish Russian friendship."

 This organization created in 1946 was brought under Bierut to a nation—

 wide association of 7 million members in 1955. Now there are no

 more than 2 million. It is true, that this membership was only a for—

 mality that the statistical figure represented only 7 million

 names not real minds and friendship. Nevertheless a tremendous effort

was put in developing this organization under Bierut.

In 1956 this vanished. Instead "friendship there was a hatred in 1956—

existed previously
1957 and an open antiRussian attitude. This hatred was before too
But it could not be demonstrated. Officially there was friendship.

The demonstration of open hatered the returning of the membership-tickets
of te Polish-Russian Friendship Organization was a big defeat of
the communistic propaganda.

The restitution of the 7 million membership figure will require time and efforts. The Russian party needs this membership even only the statistical number. They don't believe that this true friendship. But the need thid to show that people belongs to this organization, for propaganda purposes.

10. One of the greatest objection and charge against Gomulka is that
he indirectly weakened the authority of the party. Although Gomulka
hi mself always emphasizes the supremacy of the party, nevertheless
the interestruggles within the party facilitated the eruption of
an open despise of the party in Poland. The hidden hatred
by the people
became an openly expressed condemnation of the party.

Gomulka made all possible efforted to restitute the authority of the party
but it should be stated firmly: Gomulka was unable to restitute
the authority of the party. The party functionaires and the party
cells have lost their authority. This is true and only during 1956—
1959 but now, at present. The party has all power, all rights dictator—
rights but it has no ideologic or spiritual influencee. Even the workers
neglect and despise the party cells.

The greatest complement a party functionaire can expect in Poland

opinion

ix at present is a statement from the workers: Although he is a party

man he is not a bad fellow"

long years of

Gomulka is a devoted communist . Held sacrified his life to the fight for communism communistic ideas. But he sees that he is unable to the restitute respect flor the party even among the workers . This might be a personal tragedy of Gomilka. Gomulka always wanted to defend, to fight for the communityic party, but he must be aware that in the eyes of the Russian party he brought defeat to the ideology of the party.

In his own country Gomulka recognizes that his ruling had not brought a strengthening of the role of the party, but a weakening.

This is true with respect to the affiliated to the party organizations to the "Youth Communists" to the domainated by party men Trade and Labor Unions, to the **Exademic**Rxx** to the League of Women etc., to the "League of Defendors of World Peace" etc.

11. Damage to the Communistic Theory.

The wave of criticism of the communistic system spread in Poland through several publications extends outside the country. This criticism existed before and not only in Poland. But the first time there was a forum to print and to discuss the communistic theory in a critical way. During 1956-1957 the press had relative freedom in Poland. The with theory of the party was criticized openly. Through sharp wit jokes satire, some basic features of the communistic theory have become turn ridiculous in the mind of people. This is hard to cancel, to twist back.

Realism" in arts and litterature have become ridivulous for ever in Poland. This stream of criticism spread to the other countries.

Of course Chruszczew by himself destroyed the image of the "perfect communistic doctrine" in February 1956 in his secret speach during the XX Congress of the party. This secret speach was printed in Poland and read on all party cells / 70 pages / during long sessions.

In no other coutry this speech of Chrüszczew was so widely colportated.

This booklet was "classified as Secret" but the majority of non-party members had copies of this booklet. It shall be noted that the Polish people knew already a lot about the cruel methods of the Stalin and Beria regime through the radio Free Europe during the Swiatlo affaire, 1954

But the difference between the criticism of the Stolin period and other criticism of the Stolin period and other criticism of the Stolin period

Chriszczew criticized the cult of the individual, the methods used by Stalin and interpreted all faults as a mistake and guilt of individuals who distorted the beautiful ideas of communism.

The Polish writers criticised the principles of the communism, the basic theories they attacked the dogmas of Marx, Lenin, Stalin they demanded a complete revision of the doctrines.

On vehement request of Chruszczew Gomulka stopped this wave of printed crimticism. Already in summer 1957 the policy od censorship was restituted. But even after limitations of the freedom of press there are were still critical articles in the magazines. The writers were forced to a

use a concealed language but the Polith readers con read between lines.

There was also in Poland in 1956-1957 a relative freedom in listening to Western Proadcasting and foreign press was available.

Graduaklyxkomukkxxreskriakedxxfraexprexs

Now there is in Poland again censorship to full extent, The Association of Polish writers is again headed by "Soc-Realists" the "brainwashing" is restituted.

But the period of 1956-1957 with relative freedom of press and

even the period 1958 - 1959 with more and more restriction but still with
some holes in the curtain of censorship produced criticism that
goes through all walks of life in Poland . Several revisionistic
theories, well formulated in Poland, spread to the other satellite se
countries.

EVALUATION OF POLAND'S POSITION BY THE PARTY FUNCTIONAIRES

umary:

Concepts. He returned been as a repentant sinner to the Russian Parth In this way he lost his position as a creator of a new way to socializm. Instead he became again a regular member of the family of the communistic parties. And he is judged and evaluated as this regular member, by regular standards of party discipline, of fight against deviations

As this repentant, obedient instrument in the hands of Chrus: czew he is needed and his assignement is to bring Poland back to the former blind dependence from the Russian party not only in political and economical matters which already is done, but also in ideological matters & and social matters.

But in this role as the obedient member of the "family" he is not the favorite son.

Politically the position of Poland within the Eastern bloc is a low rank position. There is no full confidence to the ability and capability of the Polish party from the side of the Russian party. The Polish party is a weak party.

The first plice among the satellites now is occupied definitely by Czechoslovakia. The second satellite playing an important role as the most reliable satellite is Bulgaria praised by Chruszczew for its 90% collectivization. Later Rumenia, Hungaria and Albania, Later Poland. East Germany occupies a special position in the political configuration. The Leaders under Ulbricht can be trusted more than the Polish leadership but the entire political situation of East Germany is a complicated one and requires special treatment.

Economically Poland fell from its first place under Pierut to the 1s held now by by third. The first place has now Czechoslovakia, the second East Germany the third by Poland. In negotiations within the Nutual Assistance Poland looses all bargains, must make concessions to the other partners.

After the changes in Gomulka's policies made in October 1959

Poland has lost hid "specific" position as the country of new ideas

and has become a low ranked member of the bloc.

The party doctrinans in Poland, the former Stalinists will say:

Under Bierut Poland was at the first place in the family of the satellites both politically and economically. Now Poland is politically in the last place, economically on the third place. This loss of position is the result of Gomulka's policies and errors. Now Gomulka and the Polish party its must make all possible efforts to overcome the relative political and economical back wardness within the communistic camp. Now the goal is restitution of order discipline, reeducation and brain-washing of people, recontinuation of the disru ted collectivization, regaining the economic position, and graduall regaining the political position. In this aspect the Gomulka regime was to the doctrinates a time of losses.

Some undeniable gains of the Gomulka period, such as better standard of living, increased housing, the American loan, increase of industrial production probably not less than it would be under a Bierut - type regime/improvement in cultural standards, care of old people / pemsions/ more contacts with the West World - all these values and assets are not highly appreciated by the party functionaires. By no means these assets can equal in the opinion of these party doctrinairs the losses of the period 1956 - 1959.

18

OUTLOOK

Poland will not regain its political position within the Eastern bloc during a long period. To became a fukkx politically equal partner with the other satellites Poland has to go a long way. The restitution of the old conditions in Poland will be difficult and several drawbacks are to be expected during this way back to austerity fear and ruless discipline.

The economical role of Poland within the Eastern Floc can be improved in a couple of years. This is due to the natural resources, the relatively large the population of the country, Formally Poland is predestinated to be the first satellite. However, Poland is behind Czechoslovakia in and East Germany in production per capita. This backlog is hard to overcome.

East Germany is supported by Russian aid Czechoslovakia is a truly industrially and high developed country.

Poland can not expect much help from the USCR. The country will be left alone with its difficulties. All difficulties will be ascribed to the country's own errors. In order to demonstrate good will not repentance, Gomulka will force increase of the unprofitable make concessions, boost the deficite production of coal for supply of the satellites, yield in negotiations with the satellite partners, subordinate completely the objectives of the Polish economy under the requirements and objectives of the Council of Mutual Assistance. Within the plan of "Specialization and Cooperation of Production" Poland will receive the harder, less profitable assignements. All this will add to the hardship of the Polish people.

PREDICTIONS ON THE EFFECTS THE CHANCES
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ROA-O

GOMULKA'S WAY BACK TO CENTRALIZATION

Part JU

Real Comulka's Wal Back to Centralization

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ROAD GOMULKA'S THEY TO BACK OF TOUTOY OF CENTRALIZATION

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I. Partial The last moves and changes in Gominika's policies idemonstrate Decentralization acradical, drastic switch from his former promises to decentralize lessonate authority both in political and in business administration.

with the Third Plenum, October, 1959 Gomulka initiated a new trend of centralization of power that is in striking contrast to his former promises of decentralized management and administration.

Although only depart of these promises had been turned to reality,

during 1956 - 1959, nevertheless the entire policy of Comulton during flow your carried the party labeled and " advertised " by the party as

a policy of decentralization.

ary

Decentralization and delegation of authority and broad management of county and township administration and constitute free the free tree the

management of factories and enterprises were mejor features of the proclame of the proclame of the management of factories and enterprises were mejor features of the management of factories and enterprises were mejor features of the management of factories and enterprises were mejor features of the management of factories and enterprises were mejor features of the management of factories and enterprises were mejor features of the management of factories and enterprises were mejor features of the management of factories and enterprises were mejor features of the management of factories and enterprises were mejor features of the management of the managem

It is true that the broad conceived series of reforms directed toward and were partial out only decentralization initiated in October 1956 in partial out only

partially, soon promising developments were stopped protty soon, nevertheless a certain amount of freedom in management managers start was granted to the chief exemutives of enterprises, to the Councils of Workers and to the National Councils of cities, towns, counties and voivodships.

However

-2-

Several concessions made by Gommilka in the early days of taking over the leadership of Poland, were later withdrawn.

The elbowroom granted during the firsting to the managers was later narrowed again, some limitations and restrictions restituted, relative survived but still a large scope of decisions still outlaste up to October and the scope of liberties in management administration

never was bruly large but in comparison with the period 1945 - 1956
the reforms established by Gomulka in this area represented undeniably
limited

In this aspect Comulka's program of centralization presented officially and almost brutally during the Third Plenum

in October 1959 Exercises and Secret as a painful,

disappointing step that pushed the Polish administrative system and back to the above of the despised and heted bureaucratic and overcentralized period of Elecut's regime.

It is true that the "little freedom" granted by Gomulka in 1956-1957 and continued in a rather crippled form through 1958 and localized to five imperior security.

1959 did not produce the expected results.

In 1956 Gomulka figured that by giving the managers mere authority will promote them to use their increased power of decision

to run be t ter the business. The results of the overcentral exation where story exposed under Bierut were story to everybody in Poland. These results were

deplorable. The Hoper that more selfmanagement and more authority for the

Would receptor

directors of the factories and enterprises will create better management

seemed fully justified.

But the results were quite reverge. Therefore Gomulka

hegan a revision of this his policy. Now under influence of the

doctrines and the orthodox wing of the party he is shifting to a

ver aire

II. BASIC There was already in 1957 a basic controversy/between the CONTROVERS Officery State Mandaing

CONTROVER Myddig
SY IN AP party dectriners and the liberal economists of Poland with respect to PRAISAL

OF POLE the extent and the tactic of decentralization.

OF WOR-KERS! COUN≚

This might be illustrated as follows:

CILS'

Rob

and to establish Workers Councils. He expected them to become of the plant in the outlooks and results of the business interested and devoted to the welfare of the factory, to "their"

factory. Nowever the Workers Councils

But what did the workers councils? They were party interested in

establishing "e a s i e r " norms / operation standards / for

the workers, to increase their wages, to show fictitious profits a curlei place

in order to distribute a part of this profit among the employees

Distribution of a part of surplus profit
as bonus. This is provided by the Bill of the Fund of Enterprises

at discretion of the Workers'

That did Comulka? He subordinated the Torkers Councils under To

the chairmanship of the party cell . From 1958 the foreman of the

Council is the secretary of the factory's party cell.

Workers Council as such were subjected to the The Councils itself as an institution were placed under the

jurisdiction and the dependence of the Labor Unions. These latter

are the most bureaucratic , hated and despised and ineffective

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-4-Course wently, horker Under such circumstances the Councils organization in Poland. Eyanto Couser lost the interest in the management of the factory and are paying attention only to minor problems, of bonuses, subcidies for sick emploall key can do real ees, etc. The Worker's Councils have no true authority. Their only peder the plant director one power is to " give the director of the factory the hell". to request reports, apologies; explanation etc. To the chief mangement They do not penofit- plant operation and are merely another the councils are no help at all they are one institution more institution more Pource of microce tothe management, his bendouted that overburdens the management with reports , etatistics and intricall for report stalisties. thuck otherwise The liberal economists have another viewpoint. They wanted to of tMrustees like a board to be see the workers councils , as a type of board of shareholders, not Whish, while not anderfering with placed sperakion, disturbing the director with detailed reports every day, not checks it once or twin a year replacing managemen overburdening him with unnecessary statistics etc. but exercising of this should prove necessary. once or twice a year a general control and equipped with the power to draw out consequences for example to change the director if necessary. The Morkers councils in Yugoslavia for example have certain special rights. They are not subordinated to the Labor are represented Unions. They have their Representation on the highest level / & les a e-called it is called the " Workers Parkament"

The Polish Workers councils are an crippled institution. In this form that is established by Comulka they are more a burden than an advantage.

But their inefficiency is due In the opinion of the Polish

Their massicing is due economists to the crippled form and not to the concept itself. case for state let These economists demand a Yugoslavian type of worker's councils. appared of. Gomulka rejected this . His yierpoint might be formulated as follows: They have (Mow) limited freedom and limited authority, but the abuseit. and already misused it . If they had more freedom they would bring the Polish finances to complete Collapse . defeat, to an inflation " Worker 6 Pusut Gomulka's policy now is to reduce the authority of the councils, As long as they exist (and it would be hard to dissolve them Will Capendonteine to Papt se Men completely), Gomulka trbes to place the councils more and more under niceared party control. the influence of the party cell. The Polish economists predicted from the first moment that the first councils elected will do more harm than good. But Would oconomists hoped that gredually better men will be elected, Hat-their the institution of the councils will gain experience, the members r would disp their petty notions and their business of the councils will shift from the minor matters to basical pro-Poperious and finally raise plant output for the blems of the business and finally the productivity will improve. At this stage when the councils were crippled be for e Nowever, Sepriver IT he shawe to develop along these live, they could develop new ideas and methods (it is hard to say who is mode a Higs lake Yole raked the right or wrong. Gomulka did a bad think. He established / or rather fave how no existeence of the permitted to exist / the Morkers councils but stopped from the Le Hoy became stagnant chance to develop.

first moment their development . Therefore now there are

Non- lutities, disdamind loom by the worker undeveloped, crippled councils, leaded by the party cell, dislike; by and allowed to regetate without a loope for the workers themselves, and condemned to a poor vegetation without the feekese future . An additional bureaucratic, annoying, institution within the factory, this is the present picture of the worker's councils as shaped by the party. Ly Come Work & party cell in chayeat he fee The arkers Coursel so now here accepted III. In 1956 and 1957 there were certain bills issued granted the directors Greater friedow of achen was granted to manger of tuluprises to 1957. of the enterprises more authority. In 1958 one unnecessary layer was andoned top-heary the socalled " Central Administrations", a heavy and unproductive bureaucratic agences above the enterprise and above the Branch enterprise Association of the particular industries. Were aboliched in 198. The chain of superior layers , the socalled ladder of bureaucratic by rae rung. was a ford they layers' was reduced in this way by one stratum. This is doubtlessly a sound reform. Managers The tour lowevery abuse heir new autority. But the directors used their increased authority promerily They padded the pay soll to adjust the monthly plans to their convenience to increase Made Westeful expenditure. the fund of payroll, to start sometimes unnecesary or ltxurious always in one direction i.e. capital expenditures to drange norms (making the operations neliouse standards easier/ the reject orders that were vital to the Nation's pace arbitraril economy but not convenient for the factory, to pay bonuses at of rulput. ewn discretion, to lower quality which can be done easily in an economic system of scarcity / any product better or worse quality can be sold easily/ The constanted leadership of the party realized that the outlago wage expenses for capital expenditures and for the fund of wages Surrously and that

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are increasing at a tremendous rate of the purchasing power of the

employees could not be covered by increased supply, and finally

III.

FOR MANA-

"ILTELE FREEDOM"

GERS.

-7-

took action and reversed his policy as saily as Comulka twieted the policy in a reverse direction. Already in 1957, Vicepremier Jaroszewicz issued a conflidential letter to the Poliste the National Bank that pays the payroll State Bank's i.... and the current expenses and to the Investment Bank the page the capi in which he ordered they payment to the exten tal expenditures to restrict payments, to limit vetrictly the allowable payroll fund (For example the payrolls in construction (Tworkers together) was limited to 18 % of the value of and white collar workers performed construction, " Nevy the manager had Under these circumstances the granted "liberthes" remain only on the paper . The director again had tied both hands The party doctriners lamented: ager wanted near a Moseface funder of " gave the directors certain authority and freedom of accen They got it. And was is the result? Inflation, Lets go back to tight control.

The Polish economists took another position: They said:

That they start from using their " authority" for he can way be no surprise. Similar them develop their ability.

Lake
Let them be responsible for profit. Judge them according to the end result. Let them compete. The bad mangers will be seener or later eliminated by " natural selection"

Lake

Little must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and according to the must allow the " economical laws and rules to a clause and the must allow the " economical laws and rules to a clause and the must allow the " economical laws and rules to a clause and the must allow the " economical laws and rules to a clause and the must allow the " economical laws and rules to a clause and the must allow the " economical laws and rules to a clause and the must allow the " economical laws and rules to a clause and the must allow the " economical laws and rules to a clause and the must allow the " economical laws and rules to a clause a clause and the must allow the must allow th

These " liberal " economists commented as follows : The first results are bad because the " freedoms " granted are ce inadequite - me are still loo highand fly are two small. There are still stiff prices frequently deficit prices. This means for example that on each ton of produced coal the mine has a loss of 120 zlotys. The selling price established by the Price Commission is lower than cost of production. The more the mine produces the higher the losses. This can not stimulate to more production. » Let the enterprise regulate the selling prices & After a Take the henched period of disturbance the economic laws will work and the better mines will show greater profits . The othersmines will have to adjust their methods to an equal/competitive level. The economy will develop on a sound basis . It will became a sound economy not an " adminstered " economy. " Again there is no preve whose viewpoint is right. Before the managers could develop their capability, their competitive power, their rights were crippled . They again are burdened Will by statistics and reports that must be falsified in order to get an adequate fund for the payroll every two weeks. This payroll is always higher than the allowable fund. Theerefore the fectory presents an fictitious over-fullfillment of the monthly plan In order hat begreed the authorized wages of wages for example the 18 % in of value of construction maket in absolute figures a higher first must fine a way to orecen Again Me managers concentrate their abilities on overcoming artificial, administered rules, instead of running the business on a sound basis.

hunted freedom and promptly Within these zigzag lines of cer following restrictions the Polish economy lived during 1957-1959. But as a program, as a " label and title still This period was called He period of decentralization.

COMPARISON SHICKETT'S DECENTRA-LIZATION

The discussed above in No 1 and 2 vaccentralization reforms deal Balone.

Nere designed he sheamline administration of supportation of support with delegation of authority from the gent higher) (levels to doore level at the bottom. In business this bottom level is the

factory of the construction firm (enterprise), etc.

The personal of these reforms was according to the properties of the personal of the pers

The one step forward and promptly one step back.

The addition to decembely when from top to be them a lateral

Besides there exist a parallel stream of decentralization i. e.

decentralization within the upper levels, we effected. This applied to the hargain within the " family" of top executive and top planning

levels. This Alcontralization loughly corresponds to that T is is this type of decentralization, that was for initiated by Chriszczew in 1957 This type of decentralization is "savertised" noisily as

" dechtralization and liberalization" but it has nothing to do with

tree delegation of authority to the bottom level. i. e. to the

, hunder at olds with the bulker productive level. In 1957 Chruszezew had many troubles with the Russian Managers area concentrated in Moscow, This group of 140 - 150 000 top officers Maura Vouce

Commentated was a major political power flow only in Moscow, represented a big political power tied to Malenko and Kaganowich. The tensions between the party functionaires and the Managers can be traced back to 1936. He became ardent and vehement after Stalins dead officials do ast sudeesle The managers despise the party functionaires who have no sense for economical laws, for a sound business management, and who Emdel are premoted by political " irrational" approach to economicat I hey also acepine them for their asbetra problems. These party functionaires will appoint an unqualified worker ruce in assigning unqualified will be plant executor for to the top manager of a hugh factory because he is a workers son or for much because of their workers background or appeared accept because he has some merits for the party. The Manager Froup the WA want in Russia demands that capable, experienced engineers, economists, specialto rem pindereto lists and professional managers should govern the business-in the USER. When They were adherents of Malenkov, who is himself an electrical engineer, because he fried to think back, such over the mange class. and who tried to reduce the supremacy of the party funtionairs upon the class of managers. KHOUSHONEU gave full eusporth & park, Thurst Ghruszczew staked on the party functionaires & Sooner or herethelass later Withe managers will win the fight in the USSR but it might take years/because Chriszczew reversed the developing trend at leat Christopher a great many chief exception in love for a certain time / . Repremoved the Moscow top officers reduced the number of Federal Ministries from 36 to 6 . He sent thousands ofher Withert top managers to Siberia and to the remeted provinces of the USCR.

Put the managers did not yield without fight. They prepared

blick was led
an attack, leaded by Kaganowich, Molotow, Malenkow. At the Flenum

History Managers did not yield without fight. The Flenum

Luly 1957 this group lost the battle mostly because of Zukow support

Of Khauseret. Inter Chriszezew demoted Zukow and Bulganin /

KHRUHEN

The Frepublics and provinces of the USSE supported Chrus one against

Loping Managers did not yield without film provinces

the Muscowita, Provinces always dislike the metropole. The provinces

Were content that Chruszczew gives them selfmanc self government.

Whruskchew astablished the 64 economiczlyself sufficient districts.

throughout the country. He became the "father of decentralization"

It should be however be born in mind that this is a decentraliza
Lating that goes from the top ministerial level and y to the top

level of the republic or authonomous district.

Countrie and citie

Authorized and business any self government. The lower levels ed administration now are subordinated to the republican ministries. A new body organization of administration from the Republican Planning Commissions was created. The number of high officers within the country is now greated than before the reorganization. The only one difference is that these top administrators are not mete concentrated in Moscow but deconcentrated in a bigger empant in the capitals towns of the provinces districts and republics.

The chief manager of a factory for example has to fight

about

m or e red tape/than before. The quality oft the Moscow bureaucracy

was higher than the intellectual level of the provincial bureaucrats

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^{*} and because Orrus csew managed in the last moment to get the provincial party Secretaries to Moscow for this critical session.

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As a matter of fact since there is still in Moscow the Federal power to say the last word,

State Planning Commission with its "last authority" the director of a factory has now one layer more above himself within the ladder of command. Then before this reorganization.

TOP "CLan" of top managers also is visible although in a modified form as DECENTRALI- compared with the CHruszczew reorganization.
ZATION

In Poland the parallel stream of decentralization within the cale stream of decentralization within

Gomulka dissolved the institution of numerous / 7 /

Vicepremiers reduced the number of ministries but only by 6 / there are

still 26 ministries in Peland J.

This provided more authority for the Ministers.

Butxthexiinixterxxuxexxthisxinereasedxpowerx

The changed in 1956 the character of the State Planning Commission.

Prior to Gomulka this Commission was the most poerful economical institution in Poland.

The Ministers the Vicepremiers and the Premier represent the executive power. With respect to industry and business the industrial Ministers and the Ministers of Trade represent the executive power, the State Planning Co mission represents the planning authority i. e. the legislative power in business between the two powers there are always tensions and the sixuation relationship of power is subjected to changes in various periods. The period 1947 - 1956 is the period of supremacy of the planning authorities. The period 1956 - 1959 is the period of supremacy of the executive power. Comulka officially

⁽¹⁾ Ministry of Internal Trade. (2) Ministry of Foreign Trade
(3) Ministry of Food Processing and Farm Products Contracting /
/ Purchasing/

Lo

subordinated the State Planning Commission wander the Council of Minsters. He even changed the name: Since 1956 with the mame is: Planning Commission of the Council of Ministers.

The power of the Planning Commission was reduced, the duties narrowed merely to puze planning and xxica advisory staff functions.

But the Ministers used their new power to increase wages and to pursue narrow ministerial, partisan goals. They were more concerned Objectives with their ministerial targets than with the National

Gomulka became more and more disappointed by the "misuse" of power

- in Gomilka's opinion - exercised by the ministers.

He started an action of reducing the power of

the ministers. In 1957 he established the Economical Committee of the Ital Committee of the Council of Ministers. This consists of the industrial and Trade Ministers only.

The hajor economical problems were decided / after decisions of the Polithureau that always is above all administrative authorities,

both executive and planning) (limitation administration/
by the small group of the Ministers of
withing the amphinging the text of the small property of

- 2 thenmeal Industry
- 3 Heavy Industry
- A Light Industry
- 5 Internal Trade
- 6 Foreign-Trade
- 7 Food Processing and Purchase of Farm Products
- and the Vicepremier in Charge of Industry/ Jaroszewicz/
 as chairman of this Committee. Also the Minister of Finance
 is member of this Committee. The chairman of the State Planning Commission
 is always present at the Sessions but he is not a member.

 If necessary the Minister of Agriculture is invited, or the Ministers

If necessary the Minster of Agriculture is invited or the Minsters of Transportation and of Communication. (i.e. the ministries of transportation and communication are: (1) Ministry of Transportation (2) Ministry of Communications (3) Ministry of Navigation

-14-

Economical (of a Course of kindley This Committee created in 1957 with Eugeniusz Szyr as General Secretary was already a step in direction of centralozation and concentration of administrative power in the hands of a smaller group of ministers. The other Ministers protested against this arrangement, sying that it is unconstitutial. The Polish Constitution mentions the rights of the Assembly of Ministers (or Council of Ministers) and these rights cannot be transferred to a small group of the Assembly. However this Committee was established. It might be noted that during 1427-4560 1947 - 1956 such a committee already existed and was abolished by during , as a sucher of fact, the O-ctober Revolution, by Gomulka himself. But in 1957 Comulka changed his mind and restituted this committee.

This step of Comulka reduced the authority of a part While Ohie. Were able to Maniface it, of Ministers but still left the rights of the remaining part.

Still the Ministers (where Gomulka) were more powerful than funder

Bierut. This was true up to October 1959.

VI.

VI.
RESTITUTION OF
THE GARINET OF
VICE-PREMIERS

. A radical course toward centralization was started by Gomulka in October 1959. The major features of this swikks new course are:

a. Restitution of the office /rinstitution/ of

b. Appointing to Vicepremiers, former Stalinists

c. Increasing the role and authority of the Planning Commission.

Restitution of the Office of Vicepremiers.

Along
There are now 5 Vicepremiers - Together with

There are now 5 Vicepremiers . Together with the Prime - Minister, they represent the real Cabinet. The Ministers are subordinated to the Vicepremiers and obviously to the Prime-Minister.

In the administrative latter they are at the third place.

Out first flavour it may appear that they has such them a change in quantity has taken thought figure that only a change in quantity has taken thought functions.

There were 3 Vice-premiers previously, and now the pre while there

are 5. however,

two were rather "nominal, representative" Vicepremiers without

influence. Nowak, a former Natolinist, who immediately after he devoluter breez he support of Comulka, is kept on his positive control of the positive

tion only for tactical reasons is to demonstrate that Gomulka what is willing to make peace with the Natolinists (and he really did to prove before the Russian party that such a

Ponomarenko is at top position in Poland; to be a mediator

between the Natolinists and Gomulka. The comeback of Witaszewski, Null au Intermediary.

Tokarski, Mazur Ruminski was settled by Nowak 68 mediator, and

/cintermediary/

Vicepremier Ignar the chairmen of the Peasants Party
helds his post due an agreement between the Communist Party and
the United Peasants Party. In all satellite countries there is

Sweeth

always one Vicepremier and three or two ministers Fromt the allied party of the Peasants. The satellite leaders like to show that there is a multi-party system in the country. But the Vicepremier Ignar is only a puppet, Lawever

Factually only Vicepremier Jaroszewicz was a real Vicepremier up to October 1959 under Gomulka. He represented Poland within the Council of Mutual Assistance (the members of the Board respective of the Council are Vicepremiers of their countries). He exercised the executive leadership in the Polish industry, he was the chairman of the Grammax Economic Committee of the Council of Ministers, he was the deputy / proxy / during the absenced of Prime-minister Cyrankiewicz & Apady Chang the Council of Winisters and employees in Poland week not realize about the Inistence of that there were three Vicepremiers. They always knew that there is Premier Cyrankiewicz and Vice-premier Jaroszewicz.

The Ministers treated Jaroszewic as deputy of Cyrankiewicz, as Vicepremier acting in the name of the Premier, as the economic chief of the cabinet. They did not see in Jaroszewicz a separate administrative layer between the Ministers and the Vicepremier. Premier

Now, after October 1959, there are three economical really of them league in poerful Vicepremiers. All three are concentrated on the same fall area of activities that was previously covered by one Jaroszewicz out. They do not deal with Welfare Health, Culture Education etc. These matters are (as they were under Cyrankiewicz's personal patronage.

Problems of agriculture are as they were under Complks's personal and Ignar's formal leadership.

Nowak has assigned the affaires of National Councils and of the problems of the Western Territories. This same assignement the had before. The authority in matters of National Councils and Interior

Affairs is factually in the hands of the Polithureau (Zambrowski) and partially of Zawadzki the Polish " President " Nowak has no authority.

Therefore all the three news Vicepremiers Jaroszewicz, Szyr, Tokarski govern the area of industry, trade and business.

As said before (see page 13) there are fine Industrial Linistries (Mining Heavy Light Chemistry raction under a Manual Light Chemistry raction under a Ministries (see p/ 13).

These 8 Ministries are directed now by three Vicepremiers.

**This means that, averagely each Vicepremier deals with two-three Ministers.

But this creates a direct relationship of superior and subordinate.

For example, Tokarski is mostly concerned with the Machine Industry, and,

besides, he has assigned the general problem of revisions of norms.

He is " sitting on the shoulders of the Minister of Heavy Industry.

He has nothing more to do. He is a fact the Minister of Heavy Industry,

and the present Minister of Heavy Industry must ask Tokarski's decipsion

and the smallest minor matter.

In other words the Minister of Heavy Industry has become in fact a Viceminister although he still has his title "Minister." But he has alp

^{*} The ministry of "Food Processing and Farm Products Purchase" is a "part" ministry, half industrial and half commercial ... mixed

direct immediate superior, so he lost his previous power.

the Politbureau, the Central Committee, has not yielded anything of his authority. The Premier has the same rights as before.

Between the Ministers and the Premier a new "layer" of authority has been shoved in . Thes of new layer can draw the power only at the cost of the authority of the Ministers. The loosers in this are whole play is the Ministers.

Szyr has, among other duties, the control of the Minstry of Con& Building Materials.

struction This means, that the minster of Construction Pietrusiewicz

has now only a limited authority, he can not make decisions without

Szyr's approval. Szyr also has the Trade Ministries under control. The Ministry of Internal Trade,

ster Lesz, an energetic man who terribly dislikes and despises Szyr

must be very unhappy now having to ask for approval of any decisions.

Summarizing it might be said:

The adding of anew layer at the top of adminstration caused decline a substantial reducing of authority of the ministers and not all adminstrative layers below the Minister. It is clear that when the Minister has less authority also his directors of departments and of subordinated Business Adminstrations down to the Enterprise level have kess authority. They can draw their power only insefar as the Minister dekegstes to them a part of his ministerial authority.

In this way the executive power in business has been concentrated

a mong the Vicepremiers on the cost of the 1 vels below.

There exists in the centrally planned economy another power, that is PLANNING SUPRE- the planning authority . This power can be compared to a type of business legislative power. The Poles call this the Planning and Mormative Power. This authority issues the codes, the 'norms' i.e the oper tions standards, the goals, targets, objectives. The basic policies are established by the party but the technical methods, procedures, plans are Gountka reletablished) made by the Planning Authority.

Comilka restituted in October 1959 the supreme authority of the Planning Authority. The minstries receive (beginning from 1960) precise objectives (nothing is left to their and discretion.

This might be illustrated as follows.

the Minster receives an obligatory plan consisting of:

- () Quantity Plan; for example the Minister of Heavy Industry must is responsible for production of & million toniiron in 1960
- Assortment Plan. He also receives a detailed specifocation of each sort of products for which is responsible. Sometimes such a lost in the heaty industry contains Ĥ 300 items.
- Plan of Labor Force and Payroll . He gets a limit of the Payroll Fund and of number of employees that he can not exceed. The number of employees is strictly depermined in a breakdown of qualified workers, unqulified, white collar workers, apprecentiships etc. Each group has assigned its separate pay roll fund. Shifting from one fund to the other is not permitted.
- A) Plan of Technical Progress / Engineering Plan Detailed list of improvements, new methods and savings to be achieved through these innovations. Frequently the savings are discounted a priori, before the return of these progressive methods is proved .

VII.

THE

MACY

Finacial Plan / called also Plan of production costs /
This plan determines the allowable costs of production
the sums that the ministry halto transfer to the Finance in the
Minister or the summ that the Minster will get as detation to
cover deficits if this sydeficit production etc.

Usually 390 items of centrally distributed materials are listed in quantities that will be alloted in the current year to the minstry.

7) Capital Outlays.

allreated

A list of projects to be carried out, amount of money alloted, increase of production to be obtained by putting to work the new/built plants.

Imported machinery to be delivered for domestic this plan also includes purchase of machinery etc.

A part of this plan is the Plank of Repair and Spare Parts.

Each Minster, each Business Adminstration and each factory receives such a plan. The lower the level, the more detailed is the plan, the shorter the periods of time breakdown, (planning intervals).

The enterprise receives a breakdown in months, i.e. monthly plans

It is impossible to fullfill all 7 pains of the plan.

They a are so bound and tied togethern that there is no room left for managerial decision, of the director. The easiest part is the Quantity Plan.

The most neglected part is the Financial Plan, and later the Engineering Progress-Plan.

But the Labor and Payroll Plan and the Supply Plan are real night—
mares to the Management, of the factory. The first is always exceeded the
latter is never completed. Last Supply of material is less than it should
be less than the factory really should get according the plan; the expenses

for payroll are planned unsufficiently, the factual payroll is much higher.

Men et along be

21

Explicaced by nurrayers The greates relieve was when Gomulton in 1956 and 1957, Youndles permitted them to fresh, blekerme allowed the managers to determine by themselves the amount of pay-funds account they adhered to as long as/the financial plan as awhole was kept in its limits. But the managers used this right to extensively or in the opinion of the party" abused" it, so that the errnings of the workers increased substantially and the country faced an inflation. During 1957 - 1958 Comulka restablished the restituted the Payroll-Plan but the control was seft and still there were excessive pay-roll expenses. Now, after October 1959, Gomulka repeats willbe excercised roles and the plisous four the control of the Payroll Plan will be The Payroll Plan will be strict tight, and that there puntshment for trespassing the payroll fund. The first pro trial was in December 1959. The director of the Cement factory Rejowied one most productive of the best cement factories in Poland / was indicted that he p mium) to workers above the allowable fund. The Viceminister of Constr Construction, Professor Grzymek, testified that he personally had approyed this premium and that the director was right. The district judge requitted the of dispensed the defendants./But the marky But under the case, driveres pressure of the party the General Attorney renewed the motter and party trial will be now in Warsaw in Spring 1960. Other Show -trials will follow. to keeps how five The present policy is to frighten the managers so they will restar making arbitrary restrain themselves from decisions of premiums and bonuses The restitution of the planning supremacy has en immediate impact of the economical life. It affects directly) the monthly budget of the employeers. Soft control and a little freedom for the directors

means better salaries wages. Tight control, trials, pressure against frightening the derectors, means that only the nominal wages and salaries will be paid and this means lower income. In the workers.

the restitution of the Vicepremier office is painful to

Reart desertion

the managers from the minister down to the director of the factory.

**But the little fellow the worken low ever furns and earn like.

But the employeet is not to much interested in these maneuvres.

**Record as the factory of the planning and control of legislative.

But the restitution of tright planning and control of legislative.

business codes, and restrictions the supremacy of the Aplanning authorities —

All this affects each employee personally, this will be affect as a painfull

Stephen of the Aplanning authorities —

According to the planning authorities —

According to the planning authorities —

According to the planning authorities —

According to the Aplanning authorities —

Acco

VIII6 OUtlook

accompleted Return The way back to centralization can not be made without restitution of a large tremendous control apparatus. Gomulka started from 13 gencies is If hant to carry and his accounted started from the top The new Vicecan do the assigned job of frightening the managers and tightentes the can do so only by mysques of a large. the controls, only by creating a control apparatus; To controllors inste the Ministries and Administrations will not do this job. They are topclose to production and they are subordinated to the minister who by homself hardly be expected to usually defends the production and can not fught his own workers and employees. This control apparatus must be created outside the ministries. Under Bierut, the Finance-Minister, the Minister of Control, and the Security This apparales was Police and the Office of the (Genral Attorney) did this job. Genulka dissoved largely broken up by Goundka in 1956 in 1956 a big part of this apparatus. Now he must rebuilt the apparatue

The sequence of extension of means of control and persecution of violation of might be predicted as follows:

1. Extension of the Planning Commission that has its own control apparatus.

Me Apparatus

This is indicated by appointing the former Vicepremier, Tadeusz Gede,

as first deputy to the Chairman of the State Planning Commission.

Gede a former director of the Department of control before he became Minister and later Vicepremier is well known of his ruthless

and merciless control measures.

It might be also noted that Gomulka restituted the Office of the first deputy chairman with the title Minister'. The superior of this first deputy, the Chairman will probably receive the title flee head the within a few Vicepremier & sixth Vicepremier might be therefore be expected in

The first deputy is figured as little higher position that the Minister.

This means that besides the economic Vicepremiers the linsters have also other indirect superiors i. e. the Chairman of the Planning Commission, his first deputy, the Finance Minister who always ranked as a Superior held the position of a "Above Minister"

- 2. The Vicepremiers also have their own small apparatus of control
 This control agency will increase where,
- 3. The control agencies of the Minster of Finance of the State Banks will emlarge their control apparatus to met the needs for thight control of pay_roll and capital outlays.
- 4. The Chamber of Control already is growing at a fast rate.

5. The old Stalinist methods of socalled "Social Voluntary Control/" underxxxxxxxxxxxxxxxx being restored. "Youth Brigades " / the " Teams of Voluntary Inspectors " and other organkzations, all of them directed by the party. These forms of control are dangerous because the controllers act in_an, emotionally without thorough studies, onesided manner. Usually these Crosupt Rueselaes and are Which are made up teams consisting of workers, became after a short period corrupted, craves recognition for the members are changed. Each new team like to demonstrate call for democracoker outstanding activity . This produces denouncing, spying, intrigues and whom chaos. 6. Enlarging the apparatus of the General Attorney, and of the "Bench People's Judges" i. e. workers elected as judges. overdrawing Concentration on cases of speculation, or overexpenses of pay funds etc, Triels in order to deterrand to frighten the managers. Extension of the police exparatus of Enlarging the apparatus of police. Shifting its attention to 7. Violation from prospection of real cruce, houseede, economic trespasses and neglecting the wave of real crimes, murders robbery hodluúms etc. the control functions of the party cells 1 with emphasine Reestablishaust 9. Restitution of large Personal Departments that control behavior, standard of living, expenses of the employees measures have been taken and are being developped

However this will not assure a real tight control

but really light courted will never be getieved.

-steps are already in the phase of starting and developing.

The managers and employees in Poland are experienced in bypassing new codes and restrictions, in overcoming additional difficulties.

The above listed methods will make the life of the managers much not suppose them.

IX.

IX. THE
PROBLEM
OF PESTI=
TUTION OF
THE SECURITY POLICE-Nerval

The basic problem is, Whether or not Gomulka will restitute
the apparatus, of the security police

Gomulka tries to avoid this last step four that fac.

The is opposed to send a pussion. But the party apparatus for and the pew Vicepremiers, will insist. Gomulka must face this problem.

Without

If he will not restitute the security police, the pelicy of discipline,

tight control austerity and hardship will not be embodied in reality.

This policy will remain on the " paper" " proper"

If Comulka restitutes the security police be will loose

his popularity and support of trans the workers.

Gomulka constantly emphasizes that he does not take in consi-

deration the alternative of skew restitution of the security polce.

There is no doubt that he means lat present. But by appointing the Stalito response position targe
nists he already yielded to a cortain extent. It might be that Passibly
nists he already yielded to a cortain extent.

Necessity the las gilded already browner.

circumstances such as continuing danger of inflation, presive resustance

against new sharper norms, lowering of quality and productivity,

decline in agriculture and resistance of the peasants against the

new farm policy will lead Comulka to desperate decisions.

The Tensions within the party and leadership are still

going on. In October 1959 Gomulka yielded remarkably. The party fourth faction and the adherents to the Russian party did gained.

a victory.

Gomulka is willing to make great concessions in order to restitute and discipline and deflation. He does not care that he is forced to reappoint with whom head.

The hopes that these ruthless, and feared men might be able to stop inflation and increase in wages. He knows that they will use ruthless methods. But as long as this austerity program will be pursued with out the need of restitution of the security police,

Gomulka does not object.

But Gomulka's hopes to master the situation without the last revived the may be should be desperate step i. e. restitution of security police, right be a failure.

It would not be the first. He had several basic failures. He mis judged the situation several times. He showed sometimes "naive" ideas.

Thou personal leaders ! e. Con the basis of knowledge of the character of the leading at present acceptable.

Men, Szyr, Tokarski, Gede, Witaszewski, end Gomilka (s advisers within the apparatus of the Central Committee Blinowski, Niedzwiedzki, Olszewski, I predict that they will gradually lead Gomulka to desperate steps.

on the basis of knowledge how the Gabinet of Vicepremiers used to work and how the State Planning Commission works when its ultimate planning authority is granted to this Commission, I predict that means of terror areximevitable will be reestablished by these top authorities.

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The struggle within the party leadership might be evaluated as follo w:

Gomulka thinks that he yielded with respect to

theory

ideas

persons

goals

relations and obedience to the Russian Party

but not with respect to M e t h o d s .

He hopes that the changes in policies he made in 1959 should suffice to restitute discipline and authority of aparty and government and limit freedom of managers to such

equilibrium will be restituted.

to develop his new program of lowering standard of living cannot be obtained.

Without terror and fear the Polish people will not go back to the standard

of living of the Rierut period.

People can be forced back by terror, but terror can also produce open resistence.

This is the dilemma Comulka faces now. He will try to get the laboure Methods have the law without ultimate means. But in 1961/1962 he will be forced to make Afinal decision.

X. DECENTRALIZATION
OF STATE AUTHORITY
/ Supplement/

The process of decentralization of the state authority down to the National Councils was started in 1956. But the delegation stopped at the Voivodilip of authority did not go further than to the National Councils level of the Voivodships. The National Councils of these Voivodships received the right to use a part of the collected taxes from the engage real estate taxong communal taxes etc for repair, capital outlays and other authorits expenses. This right was advertised as x " self-govern@ment" but the part of the income left to the discretion of the National Councils was uckeel were authorized be excessive very small. The National Councils get also the right to control the state enterprises located within their territory. This control is an additional burden to the factory management but it does not bring any positive results. Them Administrations of Workers Settlements were also transferred under the local administrations. The National Councils received the Persons right to sell individual houses to private people. Several other rights, mostly of minor nature, were granted to the Voidodship Councils,

However all these minor whangers did not change the complete dependence of the National Councils from the State Government, from the Ministers.

There is no self-government of National Councils in Poland.

Marke peo and concessions.

In this area Gomulka ded not make major changes, The rights granted were rather only of a formal nature only for the purpose to pretend that there is decentralization of state power had taken place.

Even these minor rights did not go further down. They never arrived to the National Councils of the townships and counties. The voidvodships use their new rights to develop their own bureaucracy, Several townships think that the situat ion has become after this "decentralization" werse than before.

There is no need for Gomulka to go back in this area of destep forward

centralization because there never was a notable change in this field.

As a matter of fact the centralization of state power is the same or almost the same under Gomulka as it was under Bierut.

In this field no major changes after October 1959 might be expected. Only on the villages there will be an increased propaganda for this agricultural circles. directed centrally from the Central Committee of the Party in Warsaw

of selfgovernment that were granted by Gomilka & in 1956-1957 will be preserved. There are so small that there is no need for Gomulka to devlop a special action of "going back". Nevert her process.

In this aspect the situation differs from the Business Selfmangement. In this latter area the "freedoms" granted in 1956 and 1957 were more substantial and therefore the source back is vehement and radical.

PREDICTIONS OF THE EFFECT THE CHANCES

TH GOMULKA'S POLICES WILL HAVE IN POLAND'S

PONKING FOREIGN

INTERNAL AND EXTERNAL AFFAIRES

P

GOMULKA'S EXPORT POLICY

Part VIII

GOMULKA'S EXPORT POLICY

POLICY ON T. GOMULKA'S POLICY OF FOREIGN TRADE

THE MAIN LINES OF GOHNEKII'S SETTEN POLICY MER DITTED Gomulka made remarkable efforts to establish a new policy following

of export based on these principles.

1. Increase of foreign trade as a whole a balance

2. Strict maintainance of an equilibrium between import and export.

3. Increased the share of foreign trade with the West World within the total foreign trade, HORE

4. Increased export to the underdeveloped countries

MORE 5. Increased export of manufactured goods, especially machiners for the and complete plants. Preference of export of goods that incorporate skilled Tabor of Polish workers instead exposit of merely raw materials ling offen products made by skilled exchange local laker. Established There

6. Increase of rengineering information exchange with the West work and the World. Purchase of progressive Western licenses.

Mereased Discher Regins ering Skhage with he West and

As a whole Gomulka's orogram of foreign trade represents an improve-- shortinglished aled ment as compared with the limited, restricted, bureaucratic methods applied believe of the poriod 1945 - 1956.

Part Gomulka's program failed at least partially. a part. This failure is only partially Comulka's fault. The true reason for

changes,

this failure is the change in the World Market, especially the deprocesion of coal export and decline of coal prices, however we the basic but but bear bad heaves lot is pacture.

Under Bierut the export policy was wrong but the conjuncture

excellent. Under Gomulka, the policy is better but the conditions

of the World market fare much worse. The

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under Comulka the balince / equilibrium / This is the reason that Calaund than turn between export and import changed to Polands disadvantage. During the III Plenum October 17, 1959 Gomulka said: mal rule of our economic policy should be maintaining of a positive balance of foreign trade In the history of our relations within foreign bear abandoned. trade this principle " suffered a defeat for the first time in 1956 - 1957. In 1957 the result of our foreign trade was negative by ah amount of 103 million dollars. In 1959 again we have large deficit / negative balance negative saldo /. The value of rexported in 1955 to the capitalistic was 137 million dollars. In 1959 we received our CoAL for exported to this market coal only 83.6 million dollars i. 30 % less, although the quantity of exported coal represents 101% of the amount of 1955. Due to decline COAL RAPORT of coal price our losses, within the export of coal to the capitalistic market ealy, a mount to 55 million dollars"

This is generally speaking, a true picture of the Polish export difficulties. It demonstrates that under Bierut 1945 - 1956

Poland had a wonderful chance to improve its economy due to the high price of coal on the World Market. At that time especially from 1951 - 1954, the price for one large ton of coal was 24 dollars.

the population Despite this advantageous situation a tremendous lowering of living standards. This was caused the former policy of building up an armament industry and spending ample resources for unnecessary capital expendiwile were required for contraction of was Blank factories that mown now are idle, as well, as tures of armament carron much equepuent. Now ment of there for other militairy needs. since 1956-1957, Gomulka enterdd and there we lette with a Rithwell truly difficult world market situation The deficit / negative balince / of foreign trade is caused by 'objective' independent @ from Gomulka's policy, reasons. However there are also other reasons, namely mistakes and trends in Gomulka's export policies also an hazed on torry and musuus principle.

A very debattable trend is for example Gomulka's persistent, almost stubborn policy of export of Polish machinery at any price, mostly connected with hugher loss for example Gomulka's persistent,

T. EXPORT OF MACHINERY

The increase in debts for foreign loans in 1959 requires the Polish economy to reduce import and increase export of goods in 1960. There is however the question what can Poland export. hele by fecesive Poland was a great exporter of coal but at present the market of excess demand greater supply then demand Poland also in larganeout. used to export Kable quantities of eggs, bacon etc. from a substantial increase of this export although regardless to the catastrophal bush of the desperat such supply extract in 1959 situation of meat supply in the country, Poland maintained and even increased the exported quantities of bacon in 1759. Therefore Keverish, almost desperate, attempts are made to are places way export machinery. This concept may have some prospects with respect to the satellite countries, China Vietnam forea (in small quantities to.these two latter countries /. for.Polish machinery might be found within the underdeveloped countries of Asia and Africa, but up its Caw out they losses however there is no profit only losses in result of this export. Polish machinery must be sold to incredibily low prices because of competibeth of Mestern countries and even of East Germany and Czechoslovakia, The machine industry in Poland is not an old branch. Cost of production the high and quality to low. Especially the materials

Hungary. The machine industry in Poland is not an old branch.

Cost of production we high and quality we low. Especially the materials used are of low quality because of lack of high quality steel, and Liquit socialled colored metal / copper, brass, tin, nickel, etc./

The only one competitive factor is the low wages of the Polish workers,

OFFIE

but this advantages is reduced by low productivity. But Poland m u s t

export machinery regardless to price and losses. The small quantities of

4

high quality steel and red or white metal that is available
in Poland is used for exported machinery that must be shipped (delivered)
with two complete sets of spare parts. Machinery for domestic
use is manufactured of lower quality material and sold without the spare parts on the domestic market producing a tremendous shortage
of spare parts. See equipment in the construction industry
is idle because of shortage of spare parts. The same picture is
in other industries 15 No Pierenery

The direct losses of the machinery export business are very large, but the indirect losses for the entire industrial development and exploitation of existing plant and equipment in Poland are manyfold bigger. Targer yet.

Export of machinery became a great factor of the Polish export.

Phile the share of machinery export in the total exports of Poland

lumber in 1949 was 2.4 %, this share is now 1959-26.5 %

This is presented as a success of the Polish economy by the party.

However the export of machinery gives no profit only losses. The only benefit to faces that he foreign & change faces being one profit is that Bland receives some dollars for other Western currency

of a strong value/ There were made studies in 1957 within the words & the will be within the Planning Commission that show that one dollar costs the Polish

economy through export business 50 to 80 zlotys. Poland is not prepared to be a real exporter of machinery. There is no tradi-

tion, experience, proved quality and trade opposition of for this export business. For example Poland delivered 300 comes to brasi

Since the type of the Polish car Warsawa (an imitation of the Russian 1948) is obsolete, the pelling price was very low

5

accompanies this

Besides, the cars were delivered with two sets of spare parts ale, / this as in 1957 / . As a result of this the domestic production as a result of this order of cars had to be reduced by 600 cars. After this the Brasil Client made a recelamation that the quality of the spare parts Car and spare parts because of their inferior quality, and also of the cars itself is unsatisfactory. The Polish Jul- acountly and coar-pat had to be replaced Polish pidecolog industry had to change and to replace both the most/expensive Could have built subassemblies of the cars as well as the spare parts. These 1200 - 1500 Navsava for down die course, \$500 cars made for the Polish car industry a less of almost for the love Su lawed in this 1200 - 1500 car within the domestic production. our transaction Franking went to Turkey in the period (300 can exporte to proser) 1953- 1956. The Turkey government did not pay anything up to 1957, the Trubes had paid withing on here delivera.

This whole business of export of machinery to the "neutral" and underdeveloped countries is findicially a great failure. Plap furancing were the less it is the only one way to get dollars (or other whole have furnished and the form of the function are many dollars.) Therefore this business is continued against for any principle of real business.

Therefore this business is continued against for the profit considerations against any principle of real business.

the quality standards are not do high, the price is better.

The the place it bruy no

But this export does not give dollars only rubles. And for rubles Poland only which

can buy only from the Eastern bloc that means also obsolete machinery

Rud Wo

and also with our t spare parts.

Many of the leading Polish economists expressed deep doubt if there is any sense lin boosting at any price at against any reasonable considerations this machinery export business.

Nearly the heave amount of benefit to be down from Middle Criming to Congress with they goeseen as proposed Approved For Release 2009/05/22: CIA-RDP80T00246A010400340002-7

but the party ineists on this type of export policies and leaf it he in this way Poland became and policies of these this way and equipment. It might be also noted that several subassemblies of these this way exported machinery is purchased from East Germany or Czechoslovakia.

It might be also noted that several subassemblies of these this way exported machinery is purchased from East Germany or Czechoslovakia.

In this aggregates the losses. Poland is unable to produce some sub-assemblies, especially the more complicated and most expensive parts. The trend of export of machinery developed in whole the coal export and coal process began to decline.

Despite all these disadvantages the export of machinery will be continued and attempts will be made to increase this export regardless to losses. (here the subspokes A aux)

For example: Coland expertacto the HSSR This industry industry als, to have malerach developed, these ships While sheet welde used primarily only the thick steel sheets are Polish manufacturing, the engines, Diesels are purchased from East Germany or even for del also, en frem from the Western countries. These engines and the various apparatus 4 applianess the entire apprtenances furnishings, fixtures, are not produced in Poland. The first Diesel engine for ships was made in Poland in 1959, and this is still only an initial, "pilot" production. This whole ship-business produces more losses than profits Expost of ships, as well a transcent Poland.

Vice-minister Zygmunt Keh is who is responsible for the the export of heavy machinery / he is Viceminister in the ministry told me once of heavy industry/ is a prewar, mechanical engineer and he informed

few rounds

___ المسلك

me that this whose export business is imposed on the Minister of Meavy industry. Industry by the Minister of Foreign Trade and the Party. The Minister of Foreign Trade and the Finace Minister are interested primarily in getting dollars / in Poland this is called "devises" which means acknowledged dollars or another valuable currency recognized within the World Market / to But the Heavy Industry itself this business means only losses and difficulties.

It must be noted in cornection with the problem of the ARAKANY

backwardness of the Polish industry and lack of competitive

JULINGLY IN NOT PUE TO INFERIOR TECHNIERS

power within the World market that this is not a problem of INSICITY

WERKERY

of low engineering capability. This backwardness is due to

TO PITERY INTERER RAMAR WITH INSIGNATION OF INSUNRY

the influence of the party directed toward "political" aims

BY IN KHAMANI ON POLITICAL INVERSE OF RECONSITE PRINCIPLES.

and neglecting economical factors and principles of sound business.

CONTINUOUSLY MENDICAPPE ONLY

The Polish engineers are burdened with an incredibile "red tape" and

bureaucratic management.

Scientific There are in Poland 75 Research institutes subordinated The majority of them are to the Polish Academy of Science devoted to engineering and basic research. There are also 75 Research and Development Institutes suborvarious dinated to the Industrial Ministries . On the Universities are professorial of Polist universities Leade 2400 Chairs of which 731 are lirectly connected with engineering On these institutes and chairs are employed /48 700 of whom partantare research and scientific workers, of which 5,500 are professors or doctors long of science. / These data are quoted from Stefan Jedrychowski: Address Pohil EP d during the IV Plenum of the Farty, January 20, 1960

', ' · ·

6

Besides there are 49 000 engineering and technical workers in the State Design Offices subordinated to the factories and Central Adminstrations. 165 000 technicians employed in Foland, as compared with 7 000 engineers and 12 000 techniciahs in 1945 immediately after the war. But the restrictions in exchange and ecoporation of technical enginering and scientific experience with the West World produced 20 & stagnation in the development of engineering science in Poland. : Madership Under Gomulka the doors to the West World were opened, at least to a certain extent , but even when the Polish engineers have the oppor start of the art tunity to compare the progress in the Western with the situation much however her best with the situation in Poland, they have no possibility to purchase Amodern machinery licenses, consultations and methods, aivice etc. It is however true that 1957 1959 sometimes licenses have been bought during 1917-17 lecture uper and doubtlessly the reglations with the lest world in the area a with the that exchange of engineering experience are much better during the periodb 1945 - 1956. In his address to th during the IV stated Plenum Jan 20, 1960, Jedrychowski informend that during the three years 18 Western licenses had been purchased from the The mutual exchange within the East bloc, is quite vivialy developed, but some of the designs and informations are to Poland and the follows of low quality or obsolete. According to Jedrychowski / IV Plenum , Jan 20,1960/during 1955- 1959 Poland received from the USSR 800 designs /project documentations/ and another 500 from Czechoslevakia , East Germany and Hungaria. Poland delivered 700 project designs to the

, . . .

Jeking East bloc countries of the China received 180 documentations. 5000 Polish engineers were sent for practice, During 1957-1959 m 1817-1917 studies and experience to the East bloc countries . Poland 2100 engineers and specialists from the East bloc countries came to Poland during 1957- 1959 for studies and practice. E know accudentally very well these relations within the "Agreement of Mutual Exchange of engineering and Scientific 50b= Exchange" 🔏 I was a member of the committee Information Exchange and Scientific Cooperation " in the area source we faciliainthe the Construction during 1953 - 1957 The profit of this The becafet of the Gahaye to Polan cooperation is xxxxx very small . An excellent engineer, for example the USR within ia sent to Ruscia to practice on a metallurgical plant. After but frequently the 6 months he returns and is assigned a job in a complete different makes a critical remark related to the nussian methods. ale, be maybe and is transferred to another jobs According to An investigation made in 1957 50 percent of the construction engineers sent to the USSR for specialization in a certain field during were surployed in a depreent feely 1951 - 1957 did not work in this area of specialization/in Poland. They got other jobs not related to this area for which they were sent to specialize. This is the result of the tremendous turnover and fluctuation This turnover problem is discussed inpage in another chapter The value of the mutual exchange within the East There is a large turnover (15 low is low. The quantity is high but not the quality? This is known is dear of the fact forgetell. The State Planning Commission . The Polish economists indist on more contacts with the "est World. Jedrychowski himself also is convin-

	doe
	please for freake and so # Vice premier Jaroszewicz.
Leu e	an achievent of more exchange with the Vest Vorld, This trend is
ordanie, r	visia even in the USSR after 1956. nxx Several Russian ministers
	and specialists visited the Western Countries after 1956. NA
	They did not say too much abroad they do not show how much
. •	they were impressed. But after return They admitted that having had
	their "eyes opened" and they criticized very the level
	of engineering development in the USSR in the other satellite countries.
	This opinion is dominant in Poland. The mentioned before Viceminister
	Keh told me that machinery that he saw in Eng. and, France and West West Cormany is twice or three times lighter than the Russian models.
	/ In other words that the Russian machines are twice or three times
	heavier than a Western Machine of a similar type.
7	He also told me that the project of the metallurgical plant The helderical plant he
1	Nowa Huta that always was evaluated as the best and most advanced Voviet supplies to was
	progressive Russian project furnished to Poland, is already obsolete
	when compared with the present level of modern foundry construction.
	He told me that a similar project made by English designers
	and with English equipment would give 35 % higher productivity.
	The gap in other industries is much greater especially in &
	chemical industry. This is the most backstanding industrial branch
	of heavy industry in the East bloc. The there is the dearty h
	of heavy industry in the Dast bloc. The thereine pidenty in the Dast blockward of all ander free the Safer block in the Safer block

III Gomulka's policy of export of complete plants. Lynth police,

The trend to export complete plants is a part of a hughe program initiated and sponsored by the Council of Mutual Economic Toursture the Tovick prefer to les Assistance. It is sometimes more convenient for the USSR to support one of the rapellists plustick a Konega hasket in Lead the entry onto a foreign market by a satellite country, especially of long it on their own Poland, than to try by itself to enter this market.

Then again, the forest the bank a larget country

It is also advantageous for the MSSR to support a parallel entry into a specific country both by the USSR and by the satellite countries. Coopliates cloudy In this area Gomulka works closely together with the Council of Mutual Assistance. And it accest to addice the that he has been quite surranged a fac It is true that Gomulka has some remarkable successes within So far, 23 Courtain have her resipions of compost place this program. Complete plants are exported to 25 countries at present, The list of countries served by the Polish export of complete plants he addition to the Ken Countries a variet of counts includes countries of the Eastern bloc , of South America, Africa and Asia. Que he oftvel. a loughth hist of blank odd & In one of my former reports in "ashington I during holese sold by the Polish Administration of Export of Complete Plants up to 1958. However, there are further remarkable developments and plans in this area. It is evident that this area has become one of Gomulka's boundly the Sibe export of arregall plant palo primary goals. (Mcconsuderable increase of these export activities formulka may be expected might be expected. Specias Courses

Attached is a list of contracts of export of complete plants exp M dout of the 23 countries, including export huningside provided in 1960.

LIST OF FOREIGN CONTRACTS

FOR EXPORT OF COMPLETE PLANTS

OF THE CENTRAL ADMINISTRATION

FOR EXPORT OF COMPLETE PLANTS

/ CEKOP*/

by January 1960

NEUTRAL AND UNDERDEVELOPED COUNTRIES

ASIA AND AFRICA

I. INDIA 1 Repair depot for rolling stock.

Started 1956, will be finished in 1960

2. Extension of pert

Project built in cooperation with Czechoslovakia and Fast Germany

- 3. Electric meters factory .
 - Value of project \$ 335 000 . Started 1959.
- 4. Two steel construction assembling plants.
 Started 1959.

TH. THOM SIA

^{*} CEKOP Centrala Exportu Kompletnych Objektów Przemyslowych / Centrale of Export of Complete Industrial Plants/

LIST OF EXPORT OF PLANTS/ Continued/

NEUTRAL COUNTRIES OF ASIA AND AFRICA / Continued/

II. INDONESIA. 5. Four Shippards for Construction of fishing Cutters.

Total value of contract \$ 5 000 000. Location of plants:

Java . Capacity 40 wooden ships per year . Length of ship 25 meters.

Repair of wooden and steel ships of a length

Celebes. Similar shipyard
Sumatra detto
Island Ceram detto.

Contract signed 1959

RICK-

III. BURMA 6. Storage tanks for Fice (Silos)

200 small steel tanks finished 1959. Program extended and continued.

IV. CEYLON 7. Cane sugar factory

UAR Start in 1960

V. UNITED ARAPA REPUBLIC

8. Petroleum Storage Tanks in Egypt Almost Finished. Program extended and continued.

9. Engineering Scientific cooperation with the USSR

#\WAN

at the construction of the Assuan dam.

Petrification of soil for dam foundation using the Polish method of electro-osmosis developed by professor Cebertowicz of the Politechnic of Gdans).

VI. IRAQUE 10. Two sugar plants.

One is in the last stage of construction, the other was is started in 1959

Railroad line project 800 kilometers long .

Design cost estimates contract awarded
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LIST OF EXPORT OF PLANTS NEUTRAL COUNTRIES OF ASIA AND AFRICA /continued/

Contract for construction negotiated with Czecho-slovakia and East Germany. Poland has no chance to get the construction contract. Probably Poland will coperate in design and engineering.

11. Electric bulb factory

Value \$ 500 000. Start in 1960

12. Radio-sets assembling plant

Value \$ 500 000 . Start in 1960

13. Television-sets assembling plant

Value \$ 700 000. Start in 1960

Several other projects in the stage of final negotiation.

VII. GHANA.

1Ron-

- 14. Two blast furnaces for iron
- 15. Electric bulb factory
 Capacity 4 500 000 bulbs per year.
- 16. Radio-sets assembling factory
- 17. Glue material manufacturing plant
 Glue
 / Produced of bones /
- 18. Emaille Appliances for housing equipment

Value of the four above contracts totals \$ 5 000 000

19. Second electric bulb factory and factory of sanitary equipment for housing are in the final stage of negotiation.

LIST OF EXPORT OF PLANTS/ continued/

SOUTH AMERICA

20.

IX. ARCENTINA Cane sugar factory in Santa Fe

Capacity 3000 tons per year

20 a. Sugar refinery and destiliry of alcohol in Florencia

- X. BRASIL 21.Railway skowk rolling stock plant / Started 1959/ 22 Soda plant / Start in 1960/
- XI. VENEZUELA

 23. Steel bridge 750 meters long

 Construction started 1959.

EUROPE, NEUTRAL COUNTRIES, AND UTOTETH COUNTRIES, AND YOUGOSLAVIA

XII. FINNLAND 24. Two petroleum storage reservoires

Value * 50 000 . Finished 1959/1960

XIII. Norvegia 25. Petroleum tanks

26. Steel towers for power lines
These are minor contracts 1958 - 1960.

XIV. YUGOSLAVIA 27. Naphtalene plant

Chemical plant capacity 700 tons naphtalene per year

28. Cellular concrete plant

Capacity equal to 70 million ceramic units

Both plants started 1959/1960

LIST OF EXPORT OF PLANTS / continued/

COUNTRIES OF THE EASTERN BLOC

- XV. USSR 29. Ten cellular concrete factories.

 One factory in Leningrad finished 1959/1960.

 Nine in Siberia under construction
 - 30. Six sugar factories

 Start in 1961. Value 170 million rubles
- XVI. BULGARIA 31. Cement factory

 Capacity 1 200 000 tons cement per year

 / one of the biggest in Europe/
 - 32. Cellular concrete factory

 Capacity equals 92 million ceramic units/ bricks/
 - 33. Two glass factories
 - 34. Porcellain and pottery plant
 - 35. Two fire-proof material producing plants

 The above projects will be started in 1960
- XVII. ALBANIA 36. Textile Mill

 Built in cooperation with the USSR
 - 37. Extension of port

 Built in cooperation with the USSR.

LIST OF EXPORT OF PLANTS

EASTERN BLOC COUNTRIES/ continued/

XVIII. EAST GERMANY 38. Cellular concrete factory

Start in 1960

XIX. CZECHOSLOVAKIA 39. Ten cellular concrete factories

Capacity of each of them 92 to 194 million ceramic units / bricks/
First plant finished in 1959.
Nine other plants will be constructed during 1960 - 1963. The majority in Slovakia.

XX. RUMENIA

40. Hard-fiber, wooden tiles factory

/ Desintegrated wood fiber plant/ Start in 1960

XXI. CHINA

41. Flotation Plant for coal

Province Hunan. Capacity 1 800 000 tons of coal flotation. Will be completed 1960.

42. Coal Flotation Plant

Taijuan, province Shanai. Capacity 2 000 000 tons per year

The above two plants are the largest coal flotation plants in China. A third plant of 2 000 000 capacity is built in Matou by the USSR.

43. Cement factory

Capacity 500 000 tons per yesr. Started 1959.

44. Two cane sugar factories

Will be completed 1960

45. Railway rolling stock factory

Wagons and railroad cars. Start 1960.

LIST OF EXPORT OF PLANTS /
EASTERN BLOC COUNTRIES /continued/

XXII. NORTH-VIETNAM 46. Two coal flotation plants

Each of them with a capacity of 2 000 000 tons. First plant started 1959. Second 1960

47. Repair depot for railway rolling stock.
Started 1959

XXIII. NORTH KOREA 48. Two coal mines
Under construction

49. Locomotive / Steam Engine/ Plant

Capacity: Employes 3300 workers and 180 engineers
Will be completed 1960. Already in explaination.

50. Housing settlements reconstruction

Two towns in North Korea connected with the mines and plants built

by the following figures: since October 1956 when Gomulka started his policy of expansion of export might be illustrated by the following figures:

Value of export of complete plants in million dollars

1956	
57 19	
58 18	4
59 3 0 .	
60 44 (planned and contract:	s signed)

In the period 1956 - 1960 this export increased four-fold.

The new plan provides for 1965 an export of plants of a value of 100 million dollars in 1965

It his hard to say whether or not this goal will be achieved.

**Percentage Accounts to the entry of a market.

Since Poland has already trade ***reaktions consisting of export of plants with 23 countries in this 14 outside the Fastern block the state of this export activity might be expected.

IV. CONCLUSION

The first objective of Gomulka i. e. to increase the absolute value of foreign trade is embedied successfully

The (total value of import and export of goods in 1959 was 10.5 already Million devise - zlotys that is nominally

2.6 billion dollars

Laureau a 1960 to

The call In 1960 this volume is planned II billion zlotys, that is 1, e.

2.73 billion dollars.

Another goal of Gomulka to increase the share of trade with the countries outside the East bloc, in order to get dollars, has not been schedule. Lee.

The trade relations with the East bloc over still was up to 63 % of the total exchange and this share is almost constant, even slightly increasing in 1960 as compared with 1959.

The foreign trade with the USSR represents 30 % of the total value of Poland(s foreign trade.

The absolute increase of foreign trade does not automatically produce a better economic situation.

As quoted in one of the preceeding chapters the debt of Poland a debt increased considerably during Gomulka's regime.

Gomulka admitted during the III Plenum, October 1959, that the increase in foreign debts during 1957 - 1959 / three years/

424 million dollars.

There is no sound a reasonable program new in Poland, here to reduce this debt and how to improve this situation which is at the edge of bankruptcy.

21

represents a value of 1 696 million devise zlotys that is

The policies of foreign trade established by Gomulka will be continued. The following trends and developments might be predicted.

- 1. Increase of the absolute value of foreign trade by 5% averagly per year on the average.
- 2. In this the increase in trade with the Western countries will be authority also 4-5%.
- 3. Foreing the export of machinery to the underdeveloped countries at low prices. The share of the machinery export within the total Polish export volume will increase from 26 % in 1959 to 33 % in 1965.
- 4. Reduction of import machinery from the Western countries, because of lack of dollars and tremendous debts.
- 5. Reduction of the import of industrial consumer goods & perushable with levely fixed reduced goods in connection with a lowering of the purchasing power of population.
- 6. Increase of purchase of licenses and designs from the Western countries. This is Anavoidable because a hugh program of industrial construction is under way in Poland. Especially licenses of the chemical industry will be purchased, because in this area Russia and the satellites have nothing to offer.

Purchase of licenses is cheaper than purchase of complete machinery.

- 7. Continuation and increase of efforts to sell complete industrial plants to the underdeveloged countries and to the East bloc countries.
- 8. Maintainance of least export of food, bacon, eggs etc.
- 9. Maintainace of export of coal, as far as possible, even to lower price.
- Continuation and even increase of emgineering contacts with the West World.
- 11. Attempts to get a long term loan from the Western countries for machinery. Poland is afraid of short-range loans because of the fatal finacial situation and high interests. Bee Poland is anxious to get long term loans at a modest interest rate, to buy machinery from the West World for the industrial construction program.
- the level of debts. But this is hard to achieve. The only one result that might be expected will be the step of further increase of debts, and maintaining the present level of debts.
- 13. The policy of export established by Gomulka is a big burden for the domestic industry. However, there is no way out.

 Despite losses and great difficultoes for the domestic supply of spare parts etc, the policy of export at any price regardless to losses, will be continued.

might be evaluated positively. Several defeats and failures, increased debts, are due to other reasons: to failure in agriculture to low productivity and to objective conditions such as decline in coal prices. However a modification of the policy of machinery export and more elasticity in this area, less exaggaration and more consideration for profitable business, would be of advantage to the Polish economy. The planned increase from 26 % to 33 % of the share of machinery export is exaggerated, unrealistic and will increase losses. Poland should maintain or slightly lower the present level of this export and concentrate on export of products in series, . Poland must improve the quality of machines . With the present quality there is no hope that Poland could held the entered markets.

Despite all mistakes errors, etc the area of foreign trade

is this field wax has near represents a field of reasonable some
policies. In this area Comulka's policies brought im improvement

some new ideas, that should produce better results in future.

SUPPLEMENTARY DATA

To Report: " Gomulka's Export Policy "

Part IX

SUPPLEMENT RO REPORT / March 1960 /

Predictions on the Effect the Changes in Gomulka's Policies Will Have in Poland's Internal and Foreign Affaires.

II Gomulka's Export Policy xxxxxxxxxxxxxxxxx

In this report from March 1960 a list of

Export of complete plants was included containing about

50 items to 23 countries. In Trybuna Ludu January, 6 1960 new data were published as follows

NO. Country in former		NO Item	
1	afganistan	51.	Textile Factory
xxv.	AUSTRIA	52.	Reconstruction and modernization of a die-cast iron factory.
XXAI	GREECE	53	Cooling Storage Building (for food storage)
I	INDIA	54	Facility of Power Station i.e. Coal supply/ automatically/
XXII	N. VIETNAM	5 5	Two power houses/expansion and modernization of two existing power houses/
	UNITED ARABIC REPUBLIC	56	Two steel bridges with openable span / turnable bridges / in Egypt.
XI	CHINA	57	Fertilizer Plant
IVX	BULGARIA	58	Yeast Plant
IX	RUMENIA	59	CinkxRe Rectification Plant for Lead and Cynk/ Z/n = chemical sign /
VI	IRAQUE	60	Engineering of construction of power house 45 000 kilowatt / The contractor is an English firm, the supervision and engineering is Polish / Location of power house in Basra.
		61	Irrigation project, channel Czarraf, South Iraque, only engineering, the contractor is a West - German firm.

SUPPLEMENTARY DARA ON COAL EXPORT

In Trybuna Ludu Danuary, 15, 1960, Dr. Eng. R. Krupiński published follwing data. / Krupiński is the Preses State of the Council of Mining of Poland, former Viceminister of Mining during 1946 - 1955, Professor of the Academy of Mining and Metallurgy in Cracow. He is 65 and is the best expert in mining in Poland./

During 1945 - 1959 the Polish coal mines produced millionlarge tons					
Millions tons / large tons/:	1,180				
were of this exported during 1945 - 1959					
million tons	310				
For this export Poland received					
Million dollars	4,289				
Besides:					
During 1945-1959 production of brown					
coal amounted to million tons	7 7				
of this there were exported					
million tons	50				
for which Poland received million dollars	170				
for which rotand received milition dollars	130				
Besides During 1945 - 1959 production of coke million tons	101.5				
of which were exported million tons	25.5				
for which Poland obtained million dollars	524				
	•				

* metric tons

Krupinski computed the total amount of or equivalents in dollar value dollars received for export of coal, brown coal and coke during 1945 - 1959 at / rounded /

5 billion dollars

Krupinski's information deserve to be treated seriously because he whas access to all materials and knows everything about coal in Poland.

PREDICTIONS OF THE EFFECT THE CHANCES

IN GOMULKA'S POLICIES VILL HAVE ON

POLAND'S INTERNAL AFFAIRIS

Pensonal Comulkais Pensonal Policy

Yant I

GOMULKA'S PERSONAL POLICY

I THE HIDDEN " TERFY-CO-ROUND" IN THE PEPSONAGEPOLICY

We changes in basic policies made by Gomulka in 1959

Were accompanied by a significant shake up at the top level of

government in Poland.

Bersonie

A characteristic feature of these personal changes the top level is the reappointment of former stalinists and former top executives and party functionalists. Except a few Vice-Ministers, no new men, no new names, are within these new appointments.

in the Polish government during 1945 - 1956 are highly unpopular and disliked by the Polish people. The criterion, who was a more fanatic or less fahatic stalinist, is sometimes uncertain an vague but this is not a decisive matter. Is a matter of fact all these new neappointed as well as these men that are now reappointed as well as these men that are at the top from October 1956 were obedientm adherents and opperformers of the Rierutxpolizions.

There are All former Stalinists and the majority of them are skill man at a certainly up to today stalinists in their mind and heart.

This conservative and reactionally character of Gomulka's regrouping of top-level leaders adds to the disappointment, of the people their phenomenon of comeback of the same men after they have lost their face in public opinion and appointing these men a gas in a total more regard for the public opinion is called in Poland " the merry-go-round " or the carrousel (in Polish " karuzella).

-2-

The people that coursely had come

In October 1956, Gomulka promised solemnly that there will be no

"carrowel" more in Poland. He never kept this promise but be my the first opinion. He preferred to

did pay some attention to the public opinion. He preferred to

con heart to

these discredited persons for foreign jobs in order to

Rein Remarkant he aptilizat.

demote them from Yeyes of the people.

In 1957, for knowledge,

Witaszewski was sent to Hungary as Halitairy Attaché,

Franciszek M a z u r / the former aconomic secretary of the Ranky

Central Committee of the party was appointed Ambassador In Czecholslovakia,

the former Vicepremier Tadeusz G e d e became Ambassador in Moscow.

The former Vicemanister of Construction Alexander Wolski (a high officer of the security police during 1945-1948) became Ambassador in Belgium, had apparetus of the Several others were placed on positions within the apparetus of the Several others.

Central Committee where they exerted great influence but their appointments to these party duties was not published food they worked in a rather available attacking. This is true with respect to

Franciszek Eli Blinow, ski the man who was derectly responsible

Metal's transactions

for the policy of low wages under Bierut. In 1957 Blinowski, from being fired

in October 1956 from hes job of deputy chairman, of the State Planning Commission,

could be seen again in the Central Committee in a underswikex

not precisely defined position. Now he is a deputy chief of the

Economic Department of the Central Committee in charge of wages and

employment, holding a powerful although not "advertised" loudly

position.

Metal Vehicle—

The hated Juljan Tok Tokarski, former Minister of Viciniae Industry became in 1958 also deputy of TIEX chief of the Economic Department

* this department has 5 deputies of the chief of department

of the Cemtral Committee in charge of heavy industry . From this position he emerged in October 1959 as VicePremier.

Jozef Jerzy O 1 s z e s k i the former First Secretary of the Party Committeee of Silesia, that was one of the most influencial positions in the party leadership became Chief of the Economical Department of the Central Committeee. This was done in 1957 but became public much later in 1958.

Artur River Starewicz the man who leads the Polish censorship

policy and controls the freedom of press was reappointed Chief of the

Department of Press of the Central Committee, Already in 1957, after He was previously

a specied of helping a position of second secretary of the Central Council

of Labor Unions in 1956. This reappointment became public only during the

The rists were

riots of students in summer 1957. Forganized by the academic students,

after Gomulka rejected the p continuation of the publishing of the

Magazine "Poprostu", the most recolutionairy magazine in 'oland.

Andrzej Werblan the form r personal secretary of Bierut was appointed (after a longer period of demotion him from official positions) Chief of the Department of Agitation and Propaganda in the Central Committee of the Party in 1957. This is a key position.

Jerzy N i e d z w i e c k i the former deputy chief of the Economic Department of the Central Committee under Bierut " disappeared for a while but already in 1957 was back on this same position.

The hated former First Secretary of the Edish the Party Committee of the Bydgoszcz Voidship of Rzeczew expelled as an ardent Natolinist Kruczek (fnu) landed after a half year of 'banition' on a similar post in Bydgoszcz. Rzeszów.

i. e. bacme Fi st Secreatary of the Committee of the Party of the Voivodship Pomerze. Rzeszów.

In general Gomulka started the " carpousel" very prograptly but he used at first a method of " hidden" reappointments . He tried to and shoking the public opinion avoid a " provocative" approach and assigned to these former top men diplomatic duties or functions within the apparatus of the party. direct of public opinion. Gomulka preferred at this time to avoid Toffense Bordzilowski People was already excited that Comulka left General Rordzikowski a Russian general and former Rokossowski's deputy / a Ryssian general / on his post as chief of the General Stagf; that Zenon No wak a Natolinist was not fired from his post partially responsible as VicePremier; that Roman 7 ambrowski to a great part for the terror of the security policy especially during 1948 - 1952 still remained member of the Politbureau. People also was disappointed that the majority og the former Ministers for the Bierut-regime and top Teaders responsible For example Zygfryd S 2 n e k Viceminister kept on their postions. of the Ministry of the Internal Affaires responsible for hard conditions of of repatriation of Polish citizens from the USSR was left on his post. Szhek is the Polish representant in the Repatriation Committee and a blindly obedient to the Russians. Due to Sznek's concessions and weakness in negotiation thousands of Polish citizens are not allowed to return to Poland because of formalistic approach in proving their Polish citizenship. . 6

Several heavily discredited stakinists were retained on their middle echelon positions such as director of (departments, personal chiefs
etc or simply transferred to the same position in another ministry.

Spychalski for example started another policy. He fired several unhonest or incapable officers from high posts. He called every officer who has been released under Rokossowski by Witaszewski (the former Personal Chief under Rokossowski) and offered restitution of job and honors.

People saw that Spychalski started a true sanation of the personal policies within the Ministry of Defense. All prever pilots who hade been fired by Titaszewski were assigned jobs corresponding with their background, and responsible posts.

Prople expected that Gomulka will follow a similar policy.

But soon it became obvious that Gomulka is far from this. Cradually and employing and employing the stopped the personal policy of Spychalski and insisted on retaining several Russian generals. A part of the Russian of Gicers accepted Polish citizienship, of course on instructions from Moscow, for example General Szymonowski Chief of the Engineering Branch of the Army.

From October 1956 to July 1957 Gomulka contunued this concealed "carrousel".

6

Not less bitterness among people was evoked by Gomulka's conduct with respect to puhishment of the former leaders and chiefs of the security police.

The former Vicepremier Berman and the former Minster of the Security Police were suspended from the party membership of the party and released from their posts.

for three years . But nothing more happened to hhem.

A Investigation Committee appointed in Octobern1956 by Gomulka to determine who was responsible, besides Rokossowski, for the order to the army to occupy Warsaw in October 1956 and for concentration of militairy forces around Warsaw a this time — came out with EXXESSIMALISMENTAL Was dissolved without resolution. In June 1957

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T OPEN REAPPOINTMENTS OF FORMER STALINISTS

Gradually Comulka departed from the concealed way of reappointments and several nominations were announced publicly.

As a matter of fact, after short time all the listed before nominations wheteks of party functionaires became well known, anyway.

In 1957 and 1958 the public opinion was surprised by announcement that Jerzy S t as z e w s k i former First Secretary of the Warsaw Party

Committee demoted in December 1956 / he was not reelected /

is appointed President of the Polish Press Agency / Polska Agencja Prasowa,

P.A.P./

It was made public that A 1 s t e r former Chief of the Department
of Internal and Security Affaires in the Central Committee responsible directly
for the terror regime under Bierut / together with others/ is
appointed Vice Minister in the Ministry of Internal Affaires in charge of the
security
same affaires A

Former Minister of Chemical Industry R u m i n s k i , a Matolinist became (after a comple of months of being without any assignement) Vice-Minister of t e Ministry of Food Processing and Food Purchase. / Food Contractation/

In 1958 it was evident that again the key positions within the governement and the party apparatus are occupied by the same people as before.

But still Gomulka restrained himself from appointing the Stalinists to the supreme top positions, Such apple Vicepha summanded. Ceneral Secretary of the Teonomic Committee of

In 1957 the appointment of Eugeniusz Szyr to General Secretary of the new created Economic Council of Ministers was announced. At this time People was the importance of this position was not too well conceived, Example that this is a technical duty of not decisive importance.

Poman Fidelski former Minister of the Machine Industry directly responsible for the strike in the Cegielski Plant in Poznan from who has been which the Poznan Uprising was started, and fired immediately in October 1956 was appointed in 1958 Chairman of the new created in 1958 Committee of Cooperation with Foreign Countries.

(fnv)

Roszak a former second secretary of the Troclaw party Committee
became Chief of the Passport-Bureau, a key position in Poland.

The former Minister of Food Industry Mieczyslaw H off man fired
in 1957
in December 1956 was appointed Chairman of a Committee screening the
application of passports from the point of view of special investigations.

In 1958 it became already quite evident that Gomulka is restituting gradually and persistently the old men in key positions. This was done openly. Gomulka did not care more to conceal this his policy.

Ib this period of the open carrousell Gomulka however still hesitated to appoint the Stalinists to the highest positions of leadership.

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Wiktor K losiewicz Ya leading Matolinist and the most vehement adversary of Gomulka in 1956 and in spring 1957, became

Vice minister of the Ministry of Labor and Social Welfare.

Klosiewicz a bricklayer from profession, was previously Chairman of the Supreme Council of Labor and Trade Unmons. Because of his stubbornity and low intelligence combined with blind admiration of everything that came from the USSR, he was hated and simultaneously ridiculous in the opinion of people.

The employees of the Ministry of Social Welfare ignored him completely, and a boycott within the ministry was organized against Klosiewicz.

After sitting two weeks alone in his room he went on vacation and returned after two months. In the meantime the public opinion became used and less sensitive to Gomulka's carrousell and Klosiewicz finally startled to work as Viceminister.

Kazimierz M i j a l former Bieruts personal helper in all secret
He specialized
matters: especially in preparing accusations against top men that
had lost for various reasons Bieruts confidence but stall were
in high positions. Mijal was in most close cooperation with the
Minister of the Security Police. He was Bierut's watchdog his ears and
eyes in spying Ministers, and top were executives. His position was
Chief of the Office of the Council of Monisters and he had the title
and rank of a minister. In 1956 he joined the Natolinists and started
noted
an action od diffaming Gomulka. It might be also said that in 1948

during the Rarkyx Wwwgraxs Plenum at which Gomilka was condemend for titoism and other " sins" Mijal delivered the most offensive and disgraceful speech against Gomulka. He also prepared material during 1948 - 1954 for the trial that was planned against Gomulka. This man was appointed by Gomulka in spring 1957 to President of the Investment Bank . This namination evoked the most resentful indignation among people.

Yet in July 1957 Mijal attacked Gomulka's policies during a Plenmim of the Central Committee.

Gomulka's tolerance at this time seemed strange. It is however insisted on Gomulka / in the name true that the Russian almbassador of Chruszczew / that Mijal must be kept on a high position.

In this way Gomulka placed gradually all natolinists in key positions during 1957. In July 1957 there were only three leading Natolinists and a few minor natolinists that were not taken care by Gomulka because they refused to work for Gomulka. Stanislaw Dworakowski former Chairman of the Security Committee / this Committee replaced in 1959 the former Ministry of Security/ and former Vicepremier, a locksmith from profession, Stanislaw Lapot former Vicepremier who a few months later was assigned a influential job

within the Central Committee apparatus.

Juljan <u>Tokarski</u>

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Dworakowski and Lapot rejected several offered high posts in order that to demonstrate publicates they disagree with Gomulka's policies and don't want to make any compromise.

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THE CHANGES IN THE LEADERSHIP

The year 1959 brought a critical economic situation in Poland.

An accelaration of the gradual development became necessary.

Gomulka could not more delay a thorough revision of the basic features of hos policies.

This required a shakeup of the leadership.

The course back to collectivization and back to low standard of living could hardly be endorsed by the same personalities who carried out during 1956 - 1959 executed Comulka's former policies.

Gomulka reached for the former leaders that were known as specialists in endorsing of programs of austerity and pressure.

Already

The change in policies was so wehement and astonishing to the public opinion especially the return to collectivization, the increase in food prices, that there was no more need for Gomulka to hesutate with "personal " suprises.

To a certain degree Gomulka wanted to affirm by these new nominations of feared; men, how seriously and firmly has intentions of endorsing the policies of pressure, sharp discipline, and austerity.

To shigh degree the selection of the reappointed personalities was dictated by Gomulka's attempt to knikkxxxxx facilitate his action and role as the repentant return to the "family" of "family" of "family" of "family" of "Gomulka has still certaim difficulties, to convince the Russiam party that he really departed from all his former ideas

that were

from his "errors" and semi-revisionistic concepts as judged by the party doctrinurs as semi-revisionistic concepts.

The names of Tokarski, Witaszewski, Szyr can be utilized to built up the trust of the Russian Party. For this purpose these men had to be put in the highest positions and equipped with large authority to endorse the difficult program they are assigned to carry out.

These are the these reasons for the new appointments that doubtlessly represent a provacation to the public opinion of the people in Poland.

- To use their experience in carrying out hard and unpolpular programs
- To "frighten people and to create an atmosphere of fear already by the names well known of ruthlessness and persistence in breaking resistence.
- To satisfy the demands of the Russian party of appointing leaders of who are known as adherents of the Rissian party and the party doctrines
- To built up the opinion that Gomulka's repentent return to the party ideology is true
- To factlitate relations and negotiations within the Eastern bloc i.e. the Council of Mutual Assistance.

The major changes in the leadership wee: consist not only of new appointments but also of significant demotions

- Committee in charge of Propaganda to a relatively minor post as Vice chairman of the Chamber of Control.

 Morawski represents the young generation. He tried to avoid of press censorship and was deemed to be the adherent of relatively liberal policies in the area of culture and press.

 Although educated in the "Bierut-Sideology he allowed a large extent of freedom. The Russians were extremily angry because of Morawski's liberal approach to the writers, students etc.

 Gomulka always was very critical of Morawski's tolerance to the Polish intelligence. Gamulka dislikes the intelligence and saw in Morawski a sort of defensor of the headeggs.
- 2. Another Secretary of the Central Committee Stanislaw M a t w i n also a representant of the younger generation and labeled as a loberal communist was already in 1957 transferred to the position of First Secreatry of the Wroclaw Party Committee. This is a very important position and he retained the title of a Secretary of the Central Committee but in this "gentle" way he was reemoted to the province. In 1959 Matwin lost the title and privileges of a Secretary of the Central Committee
- 3. Transfer of Edward O c h a b from the post of Minister of Agriculture to Secreatry of the Central Committeee in charge of Propaganda.

 He still is member of the Politbureav.

This is a top position. Nevertheless this change is an affirmation that

Ochab's activities as Minister of Agriculture in1956 - 1959 have been evaluated
asfailure. Gomulka appointed Jagielsh as Minister of Agriculture
asfailure, Gomulka appointed Jagielsh as Minister of Agriculture
Jagielsh former Chief of the Agricultural Department of the Central Committee
Jagielsh former Chief of the Agricultural Department of the Central Committee
Jagielsh former Chief of the Agricultural Department of the Post collectivization

4. Transfer of Kiejstut Z e m a j t is from the post of Minister of
Heavy Industry to Vice-Chairman of the State Planning Commission.

This is still an important position. However Zemaitis was Minister of the
Heavy Industry from 1951 and he was the best Minister in Poland.

He is ametallurgical engineer and came back from England enly in 1946.

During the war Zemaitis was in England.

He makerx joined the party in 1947. But he always was deemed

And in the party hierarchy he was not
familie.

Put he was not figured as a party member with long merits and he was
high rated. He was

the representant rather of the Polish intelligence.

was

He is replaced by Waniolka, a miners son . No comparison can be made

between these two men with respect to managerial qualities,

The demotion of Zemaitis is a hard strike for the Polish engineering intelligence

Zemaitis selected for delegations and trips abroad the best engineers regardless of their political past. Frequently the security police refused to approve the selected men for a passport abroad . Eemaitis these candidates for the trip and if they gave him their personal word " parole d' honnemr" that they will come back, he signed a letter to the Security authorities, that he, Zemaitis, will be personally responsible if something happens. No nne of these engineers broke his word. There were demonstrates among them professors and scientists who openly declared that they disagree They felt, however, to be bound by their promise given land they came back. with communism, engineer as engineer to waniolka never will do such a thing. He will send in delegations low quality professionals if they only are "sons od workers" and

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approv d by the passprt authorities.

also took on his own responsibility the travels to Western Countries of prominent writers etc. He was an old communist but 'liberal'.

Under his governement 1956 - 1958 there was relative broad freedom of litterature in Poland. Stonimski was Preses of the Writers Association a non-communist who did not hesitate to criticize sharply the Realism "Socialistic Realism" and the Russian afterwar litterature.

I famous young Kuryluk guaranteed personally the return of the known writer Hlasko.

When Hlasko delayed a couple of months his return Gomulka took the chance and fired Kuryluk.

Many people who worked immediately with Kuryluk told me that he is ome of men and the most honest communists they have met among communists

Kuryluk was repalced in 1958 by Calinski a stalinist. who restituting and the party supremacy

the administrative methods in culture and litterature of the Bierut period.

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in 1959

a fanatic communist.

6. Gomulka fired Julian Hochfeld from the post of Preses of the ChambercoccEoreigncccradec Institut of International Hochfeld is professor of the University and was in prewar time a member of the Polish Socialistic Party. In 1948 he joined the Communistic party together with Cyrankiewicz and other left-wing socialists. But he was in oppsition to. he terror regime and under Bierut he restamined himself from politics, After October Hochfeld who is on the most famous personalities in Poland returned to political life and developed original ideas. The Rapacki plan the creation of Hochfeld and Manfred Lachs another aide of the Minister Rapacki. / Rapacki is also a former, prewar Sociadist/ The demotion of this highly capable man is a sign of return to a rigid foreign ;policy . It is probable that Hochfeld who is known of his integrity resigned by himself and refused to participitate in the now policy of Gomulka. Hochfeld is disliked very much by the Russians He was replaced by Ostap D & u s k i former chief o f the department of foreign Affaires efithe Central Committee of the Party. He is a familie pro-Russian Dluski's deputy became K i r y l u k former ambassador in China / the brother of the mentioned before Minister of CoUlture /

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7. Release of / fnu/ Bienkowski from the post of Minister of Education. Bienkowski is a communist and one of the few top communists who in 1948 had the courage openly to defend Gomulka and to criticize Stalin's policy against Tito. He was in 1948 fired by Romankx Bierut from all posts and later After relaise from jail in 1951/2 he did not participitate jailed. in politocal life. In October 1956 Gomulka appointed him Minister of Education. The influence of Bienkowski was much greater than it would result from his post. " brain" and idea-man during 1956 - 1958. Bienkowski was Gomulka's religious freedom in Poland. He was the promotor of the \$ He established the religious instruction in the Polish schools Bieńkowski is an anti stalinist and a true friend of Gomulka. He persuaded Gomulka to the liberalization in 1956 - 1957. , doctrinates Then Gomulka shifted to a comeback of the old Bienkowski protested and finally in 1959 resigned . The release of Bienkowski is a sign that Gomulka is now advised only by stalinists and fanatics and that the last bolwerk of relatively democratic ideas, disappeared.

^{*} at least he was Gomulka's true friend

FUTURE DEVELOPMENTS -19-

Gomulka's policy after October 1959 shows clearly that

he uses two ways for restitution of the doctrinaire methods

of ruling. First; appointing representants of the orthodox

and pro-Russiam orientation and Second: demotion of liberal.

(The new appointers Witaszewski, Tokarski
c ommunists fro high position. Szyr Gede have been described separately.)

This latter is done rather cautiously and without vehemency. But already now the balance of force among the two wings is definitely in favor of the orthodox wing. However a further development in this direction well follow. Gomulka rather made the forst decisive step, that is, the filling in of the top leadership positions top, men . Tokarski, Szyr, Witaszewski, Gede. the replacement of relatively liberal the next step will be men at high positions, 12. Ministers, Viceministers, by blindly devoted adherents of the pro-Russian and orthodox wing. This process requires certain time. This will be performed by the orthodox leaders themselfes, of course with approval of Gomulka but without his detailed interference The details are delegated by Gomulka to the new appointed leaders and to the party. of Gomulka. One of the most influencial function of the apparatus of the Central Committee is the right to approve or to mefuse any nomination beginning from a Director of a Central Administration upwards to the highest level. Every nomination of to a key job must be approved by the Secretariat of the Central Committee. / in a protocol/

The Minster first agrees upon with one of the Secretaries the candidate for nomination and later appoints this man to hos job. Nevertheless there are cases that the Secretariat does not approve the candidate / the protocoless approval is usually later / because of objection made by another secretary / there are 7 **Exercise** of them / and the Minister decision must cancell them his own rappointing.

During 1956 - 1958 the handling of these personal matter was more liberal, i. e. the cahdidates proposed by the Minister were usually approved by the party but Beginning from 1959 again the party meddles very much in these matters. This right of the party apparates rates to decide in personal matters is called in Poland the "Nomenclature". This means that certain levels of managerial positions in other words are reserved for approval of the party. this means these positions are in the Party Nomenclature.

The Central Committee decides from the Director of a Central Committee

Administration / inclusive/ upwards. The Voidship Party decides

their nominations of the Directors & and his deputies of the Enterprises

As a matter of fact all managerial positions are determined by the Party

The Administrative authorities only propose kutaku the candidates but the last word has the party.

XxxxiinakerxxuakkyxxxiikxxxukxyxxxX

Gomulka in his last speeches frequently emphasizes that top mangers must make unpopular decisions, if necessary,

During the liberalozation period 1956 - 1958 the Ministers usu
for responsible jobs

ally selected as candidates Texperienced professional stwho had authority

(specialists and managers)

among the employees, good professional background etc.

in other words good managers.

The party however has reverse criteria. The party selects a workers some a fabatic communist, a man who will for example inforce lowering of wages, who will exercise pressure on the employees, usually bad managers.

The new austerity program of Gomulka and the revision of norms the which consequently will lower the income of wage earbers, the bonus restrictions of the wage fund and of the premium and system that already have been announced by Gomulka this requires mangers of the type preferred by the party.

- The further development in personal policies might be predicted as follows:
 - and middle

 Further demotions of "liberal" men at top positions

 replacing of the existing
 - 2 A thorough , widespread exchange of professional managers by party fanatics, that will are willing to inforce

and to execute the party directives repressure Vagainst the will of the employees

- 3 A tightening of screening candidates and strengthening of the party interference into personal affaires
- 4 Increased tensions among top level executives and increase of the power of the orthodox communists on all levels of manage-
- 5 Exercising of all rights of control guaranteed by the Party Statut for the party cells. These rights are almost unlimited have been but there are fluctuations of the manner in which they are exercised.

- 6 Decline in managerial authority and increase of party power in factories and on all levels of administration.

 The party has no "moral" authority but through the "Nomenclature" and through a system of spying, denouncing and political pressure, the party has the power.

 This is called the "supremacy" of the party upan all matters / the dictature of the party/
- Administration

 The Lowering of quality of management and Ruling from party viewpoints and not from economical criteria. Stand points.
 - This developments will not progress smoothly there will be tensions between managers and party functionaires, between "liberal" an fanatic communists but the result is obvious. The Orthodox wing will take over because GomiNka hinself already went on the side of the fanatics.